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COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30 2004

CITY OF SAN BUENAVENTURA

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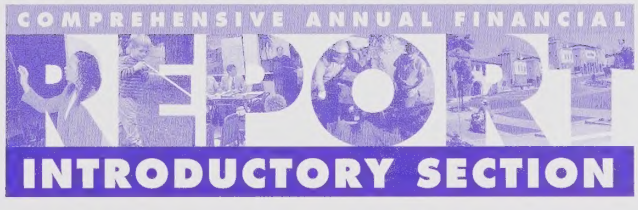
Yesterday's Plan Today's Reality

COMPREHENSIVE ANNUAL FINANCIAL REPORT

YEAR ENDED JUNE 30 2004

Thomas Gardner, Administrative Services Director
City of San Buenaventura, California


COMPREHENSIVE ANNUAL FINANCIAL
REPORT
INTRODUCTORY SECTION

Yesterday's Plan
Today's Reality
INTRODUCTORY SECTION

City of San Buenaventura
Comprehensive Annual Financial Report
For the year ended June 30, 2004

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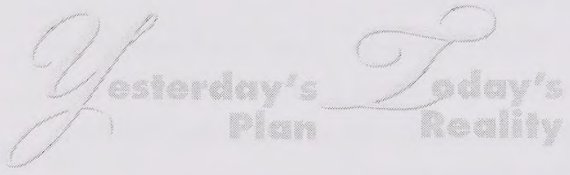
Yesterday's Plan
Today's Reality

CITY OF SAN BUENAVENTURA

CITY COUNCIL

Brian Brennan, Mayor
Carl E. Morehouse, Deputy Mayor
Neal Andrews, Councilmember
Bill Fulton, Councilmember
James L. Monahan, Councilmember
Sandy E. Smith, Councilmember
Christy Weir, Councilmember

November 29, 2004

Honorable Mayor and City Councilmembers, and the Citizens of the City of San Buenaventura:

It is with pleasure that I present the City of San Buenaventura Comprehensive Annual Financial Report (CAFR) to you for fiscal year ended June 30, 2004. The CAFR is presented in three sections: Introductory, Financial and Statistical. The first and last sections are unaudited and provide for a broader understanding of the actual audited financial records and future fiscal condition. The Financial Section includes the basic financial statements, fund financial statements and schedules, and the independent auditor's report on these statements and schedules.

The CAFR includes the financial activity for all funds of the City. San Buenaventura is a "full service" city that provides a wide range of services to the citizens including general government, community services, community development, public safety, public works and water/wastewater services. Additionally, there are several internal services funds used by management to ensure better fiscal control of City assets.

Generally accepted accounting principles (GAAP) require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of the Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. The City of San Buenaventura's MD&A can be found immediately following the report of the independent auditors.

The CAFR for the City of San Buenaventura for the year ended June 30, 2004, is hereby presented. Responsibility for the accuracy of the data and the completeness of the presentation, including all disclosures, rests with the City. To the best of the City's knowledge and belief, the enclosed information is accurate in all material respects and is reported in a manner designed to present the financial position of the City fairly.

All disclosures necessary to enable an understanding of the City's financial activities have been included.

Economic Condition and Outlook

The City of San Buenaventura, generally referred to as the City of Ventura, is located on the southern California coastline, approximately 62 miles northwest of the City of Los Angeles and 364 miles south of the City of San Francisco. The city limits cover approximately 36 square miles.

501 Poli Street • P. O. Box 99 • Ventura, California • 93002-0099 • (805) 654-7800 • www.ci.ventura.ca.us

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The City was incorporated in 1866 and has been the County seat since 1873. The City is a charter city with a council-manager form of government. A seven-member City Council is elected at large for four-year alternating terms at elections held every two years. The Mayor of the City is the presiding officer of the City Council and is selected by the City Council from among its members to serve a two-year term. The City Manager, appointed by the City Council for an indeterminate term, acts as chief executive officer in carrying out the policies of the City Council.

The City's first charter was adopted in 1932. The present charter was adopted by election on November 6, 1973, and approved by the California legislature in January 1974, and was amended on December 4, 1986. The City has approximately 657 full and part-time employee positions authorized in the fiscal year 2003-2004 budget. City services include police and fire protection, public works, community development, community recreational services and water/wastewater services.

Economic Factors and San Buenaventura in the Future

The City's ongoing commitment to an economic development strategy continues to achieve results with an emphasis on generating both private and public sector value, both of which build community stability and wealth. The City's revenue base is a blend of business and commercial, light and heavy industrial, and residential uses. The City's economy revolves chiefly around the County government facilities, financial services, retail operations, and a well-developed food processing industry. Government services employ over 6,900 workers, providing relative stability to the City's employment base.

The University of California Santa Barbara (UCSB) Economic Forecast Project recently published a study on the City's economic outlook. The study indicates that the San Buenaventura metro area economy continues to grow, but at a slower pace than that of a couple of years ago. The economy's growth is projected to slow to 1.5 percent during 2004.

The City's job growth will be slow but remain positive. The projection for 2004 is .7 percent. Sectors that will continue to grow in 2004 and 2005 are: agriculture, construction, non-durables manufacturing, finance/insurance/real estate, and wholesale trade. Salary growth is expected to be positive but low. The projection for 2004 is 3.1 percent.

For 2003, unemployment in the City was the lowest of any city in the County at 4.1 percent. The annual average 2003 countywide unemployment rate was 5.3 percent. The countywide rate is below the California average of 6.7 percent.

Ventura City real retail sales growth slowed from 6.4 percent in 2002 to 1.5 percent. The projected growth in retail sales is 1.1 percent for 2004 and 2.0 percent for 2005, which represents a gradual resumption in retail growth.

Median home prices in both the City and County will eventually slow. The 2003 median home price in the City is $388,100. Demand for housing comes from both local and external sources; internally from natural population growth and externally from Santa Barbara workers who find Santa Barbara unaffordable and Los Angeles County workers who desire to live in upscale East Ventura County. City real median home prices increased 15.6 percent in 2003. These prices are projected to continue to rise in 2004 and 2005, but at slower rates. The projection for 2004 is 9.1 percent.

The 2003 residential vacancy rate is 3.2 percent for both owner and rental units. Over two-thirds of the City's housing was built in the last 30 years with the remaining one third built before 1960. Many of the older neighborhoods have homes in the Victorian, California Craftsman and Mission Revival architectural styles, with unique characteristics fostering reinvestment and revitalization. The City continues to actively pursue strategies to enhance established neighborhoods and renovate the housing stock.

The level of taxes, fees, and charges for services (including development-related mitigation fees) will have a bearing on the City's competitive ability to encourage retail, office, residential, and industrial development to locate within the jurisdiction. The City places significant emphasis on encouraging economic development with higher paying jobs.

In addition to community-related economics, i.e., business, employment, and real estate indices, the City's finances and operations are directly impacted by national and regional economic trends. The return on interest earnings has remained the same at 2.5 percent. Similarly, Statewide funds, such as PERS, have significantly increased rates due to interest rate losses. Furthermore, economic recovery will require higher rates for PERS and Workers' Compensation and reduce the return of City-pooled investments.

Awards

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City for its CAFR for the fiscal year ended June 30, 2003. The following is the suggested language published by the GFOA:

"The Certificate of Achievement is a prestigious national award recognizing conformance with the highest standards for preparation of state and local government financial reports. In order to be awarded a Certificate of Achievement, a governmental unit must have published an easily readable and efficiently organized CAFR, whose contents conform to program standards. The Comprehensive Annual Financial Report must satisfy both generally accepted accounting principles and applicable legal requirements."

In addition, the California Society of Municipal Finance Officers (CSMFO) presented the City with a Certificate of Award for Outstanding Financial Reporting for its CAFR for the fiscal year ended June 30, 2003. The report must meet requirements outlined in the CSMFO Awards Checklist, satisfying generally accepted accounting principles in all material respects, complying with generally accepted auditing standards, and including certain statistical information.

The Certificate of Achievement and Certificate of Award are valid for a period of one year only. We believe our current report continues to conform to both programs' requirements and will be submitted to the GFOA and CSMFO.

Internal Controls

In developing the City's accounting system, consideration is given to the adequacy of the City's system of internal accounting controls. Internal controls are designed to provide reasonable assurance regarding the safeguarding of assets against loss from unauthorized use or disposition, and the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that the

cost of control should not exceed the benefits likely to be derived and the evaluation of costs and benefits requires estimates and judgments by management.

Independent Audit

The City Charter requires an annual audit of the records and accounts of the City by an independent certified public accountant. This requirement has been complied with and the report of the independent auditors (Moreland & Associates, Inc.) has been included in this report. In addition, as a recipient of federal financial assistance, the City is also required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1997 and the U.S. Office of Management and Budget's Circular A-133. Information related to this audit is included in a separately issued single audit report.

Budgetary Controls

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of the General, Special Revenue, Debt Service, and Capital Projects Funds are included in the annual appropriated budget.

The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. As demonstrated by the statements and schedules included in the financial section of this report, the City continues to meet its responsibility for sound financial management.

Cash Management Policies and Practices

The City's Revenue and Treasury Manager invests temporarily idle cash in accordance with the State of California Government Code and a formal investment policy, which is adopted by the City Council on an annual basis. During the year, funds were invested in U.S. Treasury bills and notes, U.S. Government Agencies, the State of California Local Agency Investment Fund (LAIF), corporate notes and bonds, and money market funds. Given the current market conditions, the City's Investment Team does not anticipate changing its investment strategy significantly from what was presented to Council in its annual report. The City continues to position its portfolio in order to take advantage of higher interest rates when they occur; therefore, the City has been maintaining disproportionately higher portions of its investments with LAIF than in the past. LAIF is the investment vehicle that the City uses to house its "cash position" and liquidity.

The average yield on investments during the fiscal year was 2.46 percent and total earnings on investments for all funds were approximately $1.7 million for the fiscal year ended June 30,2004.

The City's efforts to maximize interest earnings of temporary cash reserves have been successful. The City manages its cash accounts and plans investment maturities to coincide with cash needs. The pool concept provides for investing greater amounts of money at more favorable interest rates. The short-term investment of idle cash continues to be a significant source of revenue for the City.

Risk Management

The City is self-insured for property loss, tort liability and workers' compensation. Excess insurance is secured above an established retention level for both liability and workers' compensation at $1,000,000 Liability, $500,000 Workers' Compensation and $15,000 Property Damage. The programs are administered through third party administrators with a variety of City staff being responsible for the different aspects of the program.

I would like to thank the management and staff of the Administrative Services Department for their contributions to the preparation of this year's CAFR in accordance with the GASB 34 financial reporting model. In addition, I would like to thank the staff of Moreland & Associates, Inc., the City's independent auditors, for their proactive assistance and advice. The City Manager is to be commended for his interest in the Administrative Services Department's progress in building the City's financial systems to support daily operations and allow for new opportunities.

The CAFR is available in the City Council's reading file.

Respectfully submitted,

Thomas Gardner
Administrative Services Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Buenaventura, California

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2003

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.

Nancy L. Zielke

President

Jeffrey L. Esser

Executive Director

California Society of Municipal Finance Officers

Certificate of Award

Outstanding Financial Reporting 2002-2003

Presented to the

City of San Buenaventura

This certificate is issued in recognition of meeting professional standards and criteria in reporting which reflect a high level of quality in the annual financial statements and in the underlying accounting system from which the reports were prepared.

March 1, 2004

Brett M Plumlee

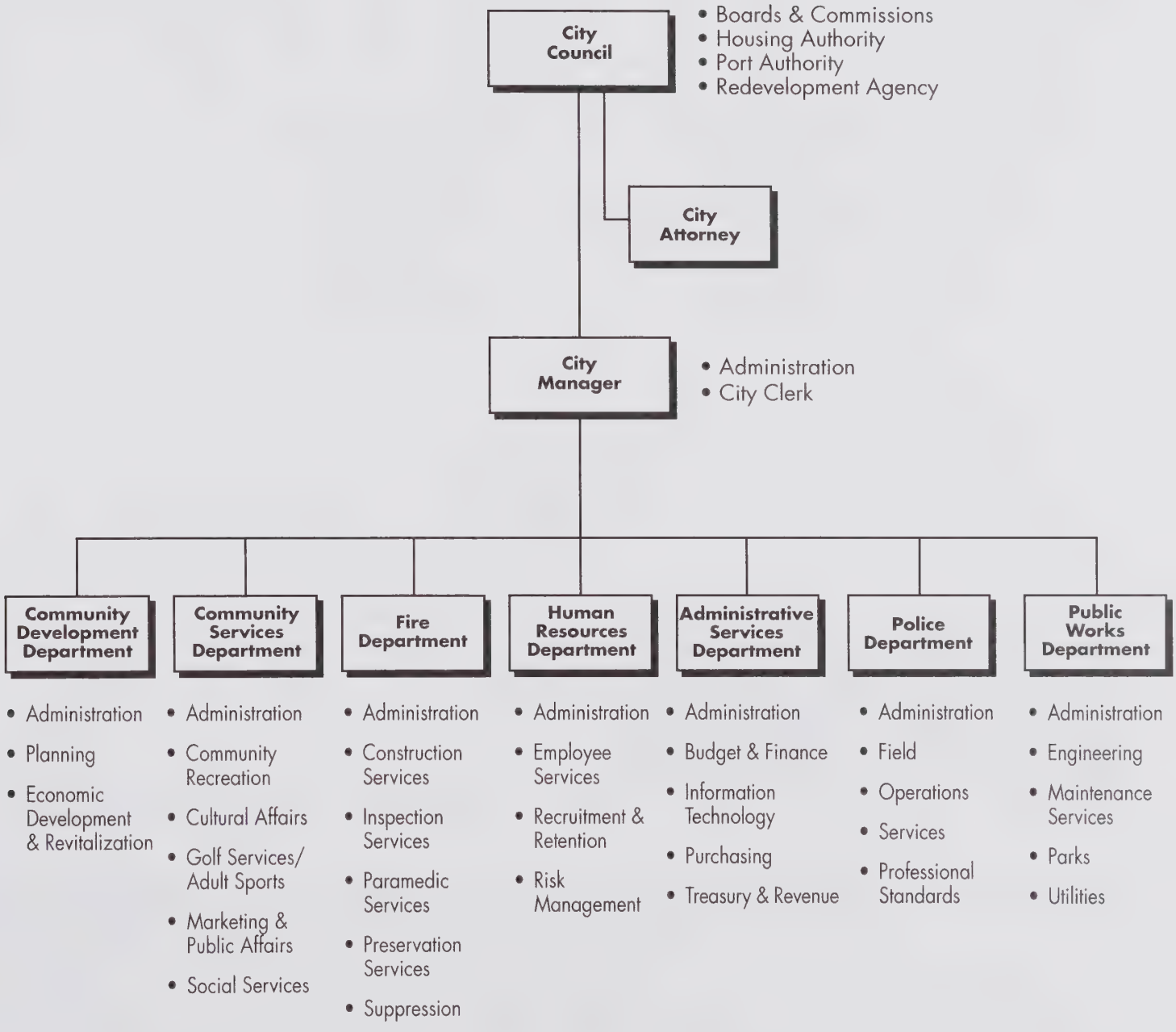
Chair, Professional & Technical Standards Committee

Dedicated to Excellence in Municipal Financial Management

CITY OF SAN BUENAVENTURA

ORGANIZATIONAL STRUCTURE

June 30, 2004



CITY OF SAN BUENAVENTURA

DIRECTORY OF CITY OFFICIALS

June 30, 2004

Brian Brennan
Mayor

Carl E. Morehouse
Deputy Mayor

Neal Andrews
Councilmember

Bill Fulton
Councilmember

James L. Monahan
Councilmember

Sandy E. Smith
Councilmember

Christy Weir
Councilmember

Rick Cole
City Manager

Mabi Plisky
City Clerk

Thomas Gardner
Administrative Services Director

Mike Lavery
Fire Chief

Susan Daluddung
Community Development Director

Mike Tracy
Police Chief

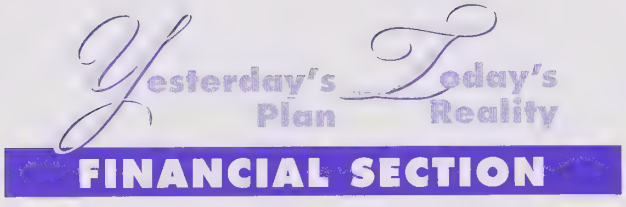
Elena Brokaw Myles
Community Services Director

Ronald Calkins
Public Works Director

Jenny Roney
Human Resources Director

Robert Boehm
City Attorney

COMPREHENSIVE ANNUAL FINANCIAL
REPORT
FINANCIAL SECTION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Today's Reality
FINANCIAL SECTION

Moreland & Associates, Inc.
CERTIFIED PUBLIC ACCOUNTANTS

1201 DOVE STREET, SUITE 680
NEWPORT BEACH, CALIFORNIA 92660
(949) 221-0025

570 RANCHEROS DRIVE, SUITE 260
SAN MARCOS, CA 92069
(760) 752-3390

October 1, 2004

The Honorable City Council of
the City of San Buenaventura, California

Independent Auditors' Report

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San Buenaventura, California, as of and for the year ended June 30, 2004, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of San Buenaventura's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

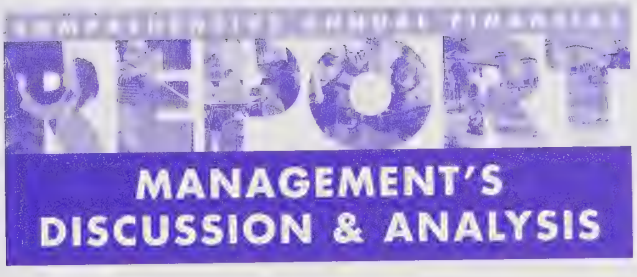
In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of San Buenaventura, California, as of June 30, 2004, and the respective changes in financial position and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with Government Auditing Standards, we have also issued our report dated October 1, 2004 on our consideration of the City of San Buenaventura internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with Government Auditing Standards and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and other required supplementary information identified in the accompanying table of contents are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The accompanying introductory section, the major fund budgetary comparison schedules and the combining and individual nonmajor fund financial statements and schedules listed as supplementary information in the table of contents, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The major fund budgetary comparison schedules and the combining and individual nonmajor fund financial statements and schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole. The introductory section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Macland & Associates, Inc.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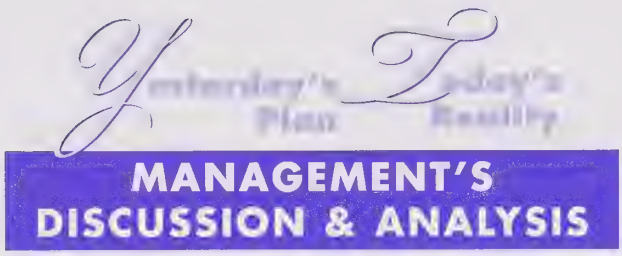
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MANAGEMENT'S
DISCUSSION & ANALYSIS

CITY OF SAN BUENAVENTURA
MANAGEMENT'S DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

The management of the City of San Buenaventura (City) hereby presents to readers of the City's basic financial statements, this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2004. The reader is encouraged to consider the information presented here in conjunction with additional information that has been furnished in the transmittal letter. This is the third year the City has presented its basic financial statements under the Governmental Accounting Standards Board Statement No. 34 (GASB 34), *Basic Financial Statements and Management's Discussion and Analysis (MD&A) for State and Local Governments...* that became effective fiscal year 2002. The City is able to provide comparative financial information, which will allow the reader of this report to measure and/or evaluate the change in the City's financial position over the past 12 months. The letter of transmittal is found on pages iv through viii of the Comprehensive Annual Financial Report (CAFR).

FINANCIAL HIGHLIGHTS

Government-Wide

- The net assets of the City exceeded the liabilities at the close of fiscal year 2003-04 by $341.9 million. Of this amount, $182.5 million may be used to meet the City's ongoing General Fund, grant funds, capital project fund, and business-type activity obligations to citizens and creditors.

- The City's total net assets, including all funds, increased by $9.1 million compared to last fiscal year.

- The City's total net long-term liabilities increased by $ 10.4 million or 10.6 percent during fiscal year 2003-04. The City issued $27.4 million in new Certificates of Participation (COP's) to pay for improvements for the City's water system.

Fund Basis

- The General Fund reported a decrease of $3 million in fund balance due to total expenditures (outflows) of $73.7 million exceeding total revenue (inflows) of $70.7 million.

- As of June 30, 2004, the unreserved fund balance for the General Fund was $26 million. This balance includes designated General Fund emergency reserves of $12 million as designated by the City's Financial Policies and the balance of $14 million for operating purposes. Additional information on the City's general fund balances is located in note 10A on page 64 of this report.

- As of June 30, 2004, the City's other governmental funds, excluding the General Fund, reported combined ending fund balances of $28.1 million of net unreserved fund balance.

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *Government-Wide Financial Statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *Statement of Net Assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net assets.* Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (such as, revenues pertaining to uncollected taxes, or expenses pertaining to earned, but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues *(governmental activities),* from other functions that are intended to recover all or a significant portion of the costs through user fees and charges *(business-type activities).* The governmental activities of the City include those related to legislative and legal, general government, administrative, human resource management, community development, community and cultural services, public safety (police and fire), and public works. Business-type activities of the City include those related to Water, Sewer and Sanitation (Wastewater), Golf Course Management Operations, and Paramedic Services.

The government-wide financial statements include not only the City of San Buenaventura (known as the *primary government),* but also a legally separate Public Facilities Financing Authority, of which the City of San Buenaventura is the only shareholder having the authority to affect the "company". Financial information for this component unit is reported separately from financial information presented for the primary government itself.

The government-wide financial statements are located on pages 15-17 of this report.

Fund Financial Statements

A *fund* is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The City, as other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds may be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements; however, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

Since the focus of governmental funds is narrower than that of government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing this comparison, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances, provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The City maintains several individual governmental funds and information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the following: the General Fund, Gas Tax Fund, Park and Recreation Special Revenue Fund, Certificates of Participation Debt Obligation Debt Service Fund, CIP General Capital Projects Fund, and Redevelopment Agency Capital Projects Fund. Each of these funds is considered a major fund. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements,* located in the supplementary information section of this report.

The City adopts an annual appropriated budget for its funds. A budgetary comparison is provided for the City's General Fund, Gas Tax Fund, and Parks and Recreation Special Revenue Funds to demonstrate compliance with this budget.

Proprietary funds - The City maintains two different types of proprietary funds: *Enterprise and Internal Service.*

- ***Enterprise funds*** are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water, Sewer and Sanitation (Wastewater), Golf Course Operations, and Paramedic Services, all of which are classified as major funds.

  The basic proprietary fund financial statements are located on pages 24-29 of this report.

- ***Internal Service funds*** are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of San Buenaventura uses internal service funds to account for computer replacement, equipment services, building

OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis are intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-Wide Financial Statements

The *Government-Wide Financial Statements* are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business.

The *Statement of Net Assets* presents information on all of the City's assets and liabilities, with the difference between the two reported as *net assets.* Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows.* Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (such as, revenues pertaining to uncollected taxes, or expenses pertaining to earned, but unused vacation and sick leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues *(governmental activities),* from other functions that are intended to recover all or a significant portion of the costs through user fees and charges *(business-type activities).* The governmental activities of the City include those related to legislative and legal, general government, administrative, human resource management, community development, community and cultural services, public safety (police and fire), and public works. Business-type activities of the City include those related to Water, Sewer and Sanitation (Wastewater), Golf Course Management Operations, and Paramedic Services.

The government-wide financial statements include not only the City of San Buenaventura (known as the *primary government),* but also a legally separate Public Facilities Financing Authority, of which the City of San Buenaventura is the only shareholder having the authority to affect the "company". Financial information for this component unit is reported separately from financial information presented for the primary government itself.

The government-wide financial statements are located on pages 15-17 of this report.

Fund Financial Statements

A *fund* is a grouping of related accounts used to maintain control over resources segregated for specific activities or objectives. The City, as other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the City's funds may be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements; however, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources,* as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating the City's near-term financing requirements.

Since the focus of governmental funds is narrower than that of government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing this comparison, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances, provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities.*

The City maintains several individual governmental funds and information is presented separately in the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances for the following: the General Fund, Gas Tax Fund, Park and Recreation Special Revenue Fund, Certificates of Participation Debt Obligation Debt Service Fund, CIP General Capital Projects Fund, and Redevelopment Agency Capital Projects Fund. Each of these funds is considered a major fund. Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of the non-major governmental funds is provided in the form of *combining statements,* located in the supplementary information section of this report.

The City adopts an annual appropriated budget for its funds. A budgetary comparison is provided for the City's General Fund, Gas Tax Fund, and Parks and Recreation Special Revenue Funds to demonstrate compliance with this budget.

Proprietary funds - The City maintains two different types of proprietary funds: *Enterprise and Internal Service.*

- ***Enterprise funds*** are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its Water, Sewer and Sanitation (Wastewater), Golf Course Operations, and Paramedic Services, all of which are classified as major funds.

  The basic proprietary fund financial statements are located on pages 24-29 of this report.

- ***Internal Service funds*** are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City of San Buenaventura uses internal service funds to account for computer replacement, equipment services, building

maintenance, reproduction services, workers' compensation, employee fringe benefits, and risk management.

Because these services predominantly benefit governmental rather than business-type functions, they have been included within *governmental activities* in the government-wide financial statements. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of *combining statements* in the supplementary information section of this report.

Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the accompanying government-wide financial statements since the resources of those funds are *not* available to support the City's programs. The accounting system used for the fiduciary funds is similar to what is used for the proprietary funds. The fiduciary fund financial statements are located in the basic financial statements section - page 30 of this report.

Notes to the Basic Financial Statements

The notes to the basic financial statements provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements are located on pages 33-68 of this report.

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City's progress in funding the obligation to provide pension benefits to City employees. Required supplementary information is located on pages 69-73 of this report.

The combining statements, referred to earlier in connection with non-major governmental funds and internal service funds, are presented immediately following the required supplementary information on pensions. Combining and individual fund statements are located on pages 74-77 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

Analysis of Net Assets

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City, assets exceeded liabilities by $342.4 million at the close of the most recent fiscal year.

Capital assets are the largest portion of the City's net assets (72.1 percent), which reflects the net investment of $247 million (e.g., land, buildings, infrastructure, machinery, and equipment), less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens and consequently, these assets are *not* available for future spending. Although the City's investment in capital assets is the reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since capital assets alone may not be used to liquidate these liabilities.

CITY OF SAN BUENAVENTURA-Net Assets
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Assets:						
Current and Other Assets	$ 158,079	$ 163,299	$ 76,356	$ 67,262	$ 234,435	$ 230,561
Capital Assets	102,474	95,813	144,532	132,555	247,006	228,368
Total Assets	260,553	259,112	220,888	199,817	481,441	458,929
Liabilities:						
Current Liabilities	26,171	23,819	4,932	4,256	31,103	28,075
Long-Term Liabilities	76,228	78,783	32,247	19,332	108,475	98,115
Total Liabilities	102,399	102,602	37,179	23,588	139,578	126,190
Net Assets:						
Invested In Capital Assets, Net of related Debt	34,466	25,439	42,586	58,294	77,052	83,733
Restricted	54,603	69,157	27,709	15,195	82,312	84,352
Unrestricted	69,085	61,914	113,414	102,740	182,499	164,654
Total Net Assets	$ 158,154	$ 156,510	$ 183,709	$ 176,229	$ 341,863	$ 332,739

The *unrestricted net assets* in all City funds are $182.5 million and may be used to meet the government's ongoing obligations to citizens and creditors.

At June 30, 2004, the City was able to report positive balances in all three categories of net assets, for the government as a whole and for business-type activities. The same situation held true for the prior fiscal year.

The City's net assets increased $9.1 million during the fiscal year concluded June 30, 2004. This increase was due to operations in the business-type funds of Water and Sewer and Sanitation (Wastewater). Last fiscal year, net assets grew by $5.1 million. The increase for FY 2003-04 was mostly due to operations in the business-type funds of Water and Sewer and Sanitation (Wastewater).

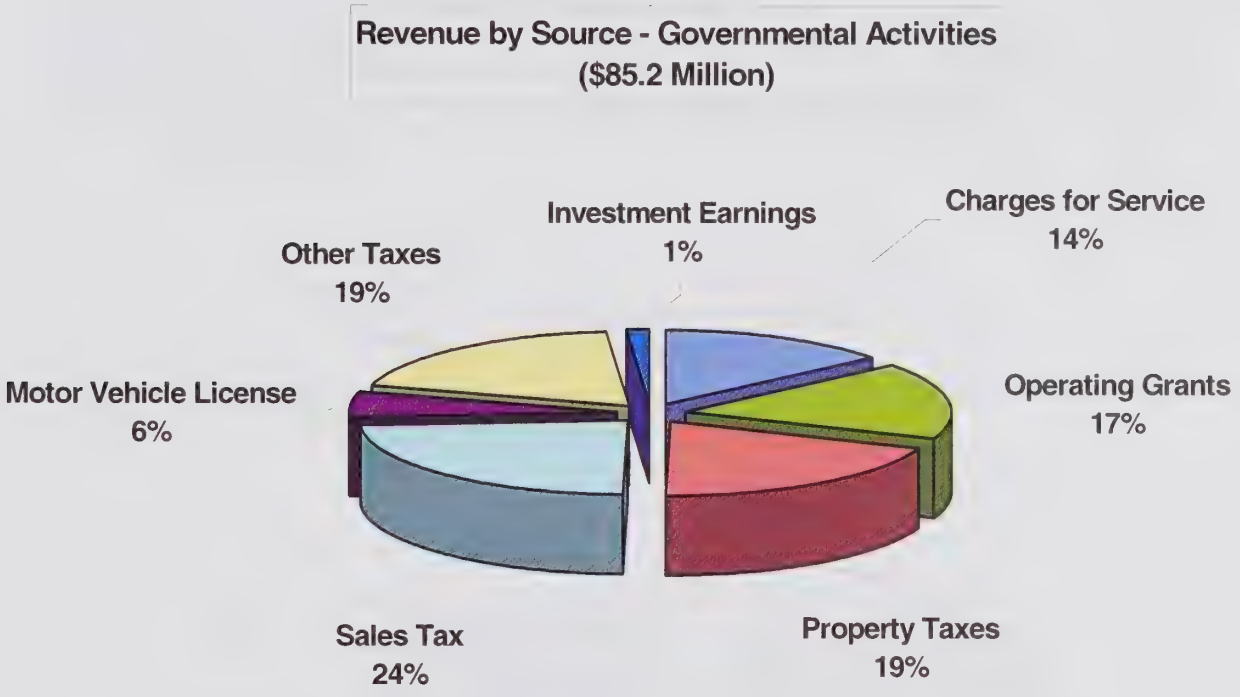
CITY OF SAN BUENAVENTURA - Changes In Net Assets
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Revenues:						
Program Revenues						
Charges for Services	$ 12,197	$ 11,797	$ 33,927	$ 30,466	$ 46,124	$ 42,263
Operating Grants	14,185	13,152	-	-	14,185	13,152
Capital Grants	179	112	-	-	179	112
General Revenue						
Taxes						
Property	16,733	15,241	-	-	16,733	15,241
Sales	20,407	19,715	-	-	20,407	19,715
Motor Vehicle License	4,771	5,923	-	-	4,771	5,923
Other	15,289	14,452	-	-	15,289	14,452
Grants and Contributions	-	34	-	-	-	34
Investment Earnings	1,267	2,931	422	1,393	1,689	4,324
Other	190	62	-	2	190	64
Total Revenue	$ 85,218	$ 83,419	$ 34,349	$ 31,861	$ 119,567	$ 115,280
Expenses:						
General Government	$ 4,483	$ 2,441	$ -	$ -	$ 4,483	$ 2,441
Human Resources	1,918	901	-	-	1,918	901
Administrative Services	4,300	4,012	-	-	4,300	4,012
Community Development	4,581	4,596	-	-	4,581	4,596
Community Services	4,325	5,281	-	-	4,325	5,281
Public Safety - Police	23,341	21,459	-	-	23,341	21,459
Public Safety - Fire	14,285	12,799	-	-	14,285	12,799
Public Works	23,212	20,452	-	-	23,212	20,452
Non-Departmental	-	1,257	-	-	-	1,257
Interest on Long Term Debt	4,138	5,781	-	-	4,138	5,781
Depreciation (unallocated)	-	5,348	-	-	-	5,348
Water	-	-	12,644	13,674	12,644	13,674
Sewer and Sanitation	-	-	10,231	11,053	10,231	11,053
Golf Course Operations	-	-	2,817	850	2,817	850
Paramedic Services	-	-	169	233	169	233
Total Expenses	$ 84,583	$ 84,327	$ 25,861	$ 25,810	$ 110,444	$ 110,136
Increase (Decrease) In Net Assets before Transfers:	635	(908)	8,488	6,052	9,123	5,144
Transfers	1,009	-	(1,009)	-	-	-
Increase In Net Assets	$ 1,644	$ (908)	$ 7,479	$ 6,052	$ 9,123	$ 5,144
Net Assets - Beginning	156,510	157,418	176,229	170,177	332,739	327,595
Net Assets - Ending	$ 158,154	$ 156,510	$ 183,708	$ 176,229	$ 341,862	$ 332,739

Governmental Activities

Public Safety/Police is the largest department at 27.6 percent of total governmental expense, followed by Public Works - 27.4 percent, Public Safety/Fire -16.9 percent, Community Development - 5.4 percent, General Government - 5.3 percent, Community Services - 5.1 percent, Administrative Services - 5.1 percent, Interest on Long Term Debt - 4.9 percent and Human Resources - 2.3 percent .

The governmental activities' chart below illustrates operating revenues by source.



Sales, property, motor vehicle license, and other taxes are general revenues used to support overall government functions. These sources account for $57.2 million or 66 percent of total governmental revenue. Operating grants make up 17 percent and charges for services amount to 14 percent.

The City's net assets for governmental activities reflected an increase of approximately $1.6 million. Some key factors include the following:

- Investment earnings were down approximately $1.7 million.
- Sales, property, and other tax revenues showed modest growth of approximately $3 million from the previous year.

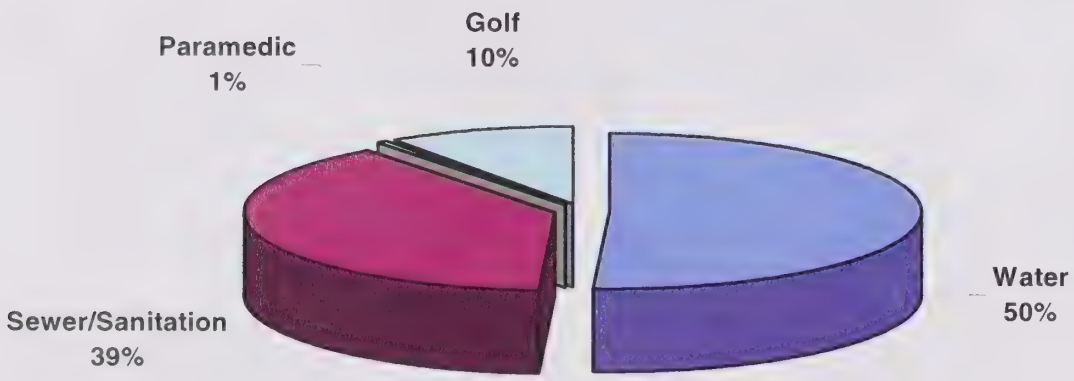
Business-Type Activities

The business-type chart below shows revenues by source. The City's Water Enterprise is the largest business-type operation, followed by Sewer & Sanitation (Wastewater), with fees for services mainly funding the two utilities.

Business-type activities increased the City's overall net assets by $7.5 million. Key elements of this increase are:

- An increase in operations in the Water and Sewer & Sanitation (Wastewater) funds.
- The other two enterprise funds, Golf and Paramedic Services, reflected minimal changes in their operations.

Revenue by Source - Business-Type Activities
($34.5 Million)



GOVERNMENT FUNDS FINANCIAL ANALYSIS

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental Funds

The focus of the City's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

At June 30, 2004, the City's governmental funds reported a combined ending fund balance of $111 million, a decrease of $15.1 million in comparison with the prior year. The decrease was mainly due to capital projects. Of the total fund balance of $111 million, $58.2 million is the net unreserved fund balance.

The General Fund is the City's chief operating fund. At June 30, 2004, the unreserved fund balance of the General Fund was $30.1 million, while total fund balance reached $47.1 million. As a measure of the general fund's liquidity, it may be useful to compare both unreserved fund balance and total fund balance to total expenditures. Unreserved fund balance represents 43.2 percent of total general fund actual expenditures, excluding transfers, while total fund balance represents 67.7 percent of that same amount.

Proprietary Funds

The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

The net assets of the Water Operations, Sewer & Sanitation (Wastewater), Golf Operations, and Paramedic Services Funds were $96.4 million, $79.3 million, $7.8 million, and $185,600, respectively. The total growth in net assets for the four funds was $5.2 million, $2.5 million, ($0.3 million), and $23,000, respectively. Other factors concerning the finances of these funds are addressed in the discussion of the City's business-type activities.

Internal Service Funds

The internal service funds, which are used to finance and account for goods and services provided internally among City departments, were in a positive position at the close of the fiscal year.

Fiduciary Funds

The City maintains fiduciary funds for the assets of the Portobello Assessment District Fund in which the net assets are $106,983.

GENERAL FUND BUDGETARY HIGHLIGHTS

The adopted budget proposed the use of $15 million of available fund balance. Final revised adjustments for encumbrances, carryovers, and Council-approved changes decreased that amount by $4.9 million for a revised use of fund balance of $10.1 million at year ended June 30, 2004. The difference between the budgeted and actual revenues and expenditures was $7.2 million. This difference may be summarized as follows:

Expenses:

- $0.8 million savings in public safety
- $2.1 million savings in general government activities
- $2.3 million savings in community development and services
- $1.5 million savings in public works
- $0.1 million savings in transfer of funds
- $0.2 million savings in capital outlays

Unanticipated Revenue

- $0.2 million increase in revenues

CAPITAL ASSET AND DEBT ADMINISTRATION

Capital Assets

The City's investment in capital assets for its governmental and business-type activities as of June 30, 2004, amounts to $247.0 million (net of accumulated depreciation). This investment in capital assets includes land, buildings and related systems, improvements, machinery and equipment, park facilities, roads, highways, and bridges.

Major capital asset events during the current fiscal year included the following:

- Capital expenditures totaling $4.2 million were used in the Ventura Community Park Project.

- Capital expenditures totaling $3.4 million were used in the Stanley Avenue Improvement Project, Thompson Blvd./Seaward Avenue Storm Drain Project, and the Victoria Avenue/US 101 Interchange Project.

- Capital expenditures totaling $6.8 million were used for Work in Progress (WIP) on the New Influent Project and the Operation Building Modification Project.

- Capital expenditures totaling $2.9 million were used for WIP on the North Bank Lift Station Project and the Ventura Avenue Treatment Plant/Foster Park Improvement Project.

CITY OF SAN BUENAVENTURA - Capital Assets (Gross)
(In Thousands)

	Governmental Activities		Business-Type Activities		Total	
	2004	2003	2004	2003	2004	2003
Land	$ 12,322	$ 12,322	$ 393	$ 393	12,715	12,715
Buildings & improvements	44,474	44,437	28,927	28,927	73,401	73,364
Improvements other than buildings	10,580	10,580	49,210	49,210	59,790	59,790
Machinery and equipment	21,742	21,228	56,232	56,030	77,974	77,258
Infrastructure	70,340	70,322	-	-	70,340	70,322
Construction in progress	35,016	20,147	67,931	53,594	102,947	73,741
Total	$ 194,474	$ 179,036	$ 202,693	$ 188,154	$ 397,167	$ 367,190

Additional information on the City's capital assets is located in note 6 to the basic financial statements on pages 51-53 of this report.

Long-Term Debt

At the end of the current fiscal year, the City had total net long-term outstanding obligations of $115.7 million. Of this amount, $33.6 million relates to revenue bonds, certificates of participation, capital leases, and other obligations of the City's business enterprises. The balance relates to revenue bonds, tax allocation bonds, notes payable, capital leases, self-insurance, and employee benefit obligations for the City's governmental activities.

CITY OF SAN BUENAVENTURA-Outstanding Debt
(In Thousands)

	Governmental Activities		Business Activities		Total	
	2004	2003	2004	2003	2004	2003
Governmental Long Term Debt	$ 82,152	$ 84,307	$ -	$ -	$ 82,152	$ 84,307
Revenue Bonds, Net	-	-	33,622	20,272	33,622	20,272
Total	$ 82,152	$ 84,307	$ 33,622	$ 20,272	$ 115,774	$ 104,579

The City's total debt increased by $11.2 million during the current fiscal year.

The City Charter states that the City shall not incur an indebtedness evidenced by general obligation bonds not greater than 15 percent of the total assessed valuation of all real and personal property within the City. The level of debt is significantly below Charter requirements.

Additional information on the City of San Buenaventura's long-term debt is located in note 8 on pages 54-62 of this report.

ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES

The economy was one of the main issues affecting the development of the fiscal year 2004-05 budget. The state and local economy have been redefined by emerging national trends and have resulted in limited local revenue growth. This lack of growth, additional public safety and other costs, and the implications for local government in the State budget, are factors that will affect the City's finances in 2005 and beyond.

The fiscal year 2004-05 General Fund operating budget increased $10 million. This was mainly due to:

- Employee services cost (salary and benefits) increased approximately $5 million or 9 percent.
- PERS retirement increased by $3.7 million.

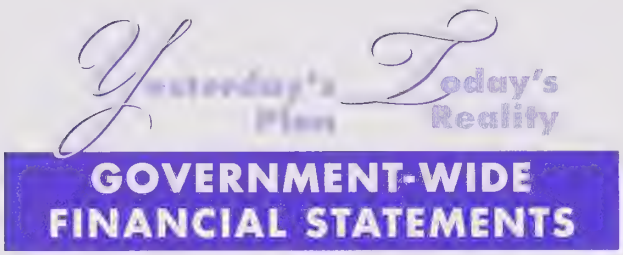
Charges for services and rates in general have increased as a result of the economy. Both the Water and Sewer & Sanitation (Wastewater) rates increased for the 2005 budget. The Water and Sewer & Sanitation (Wastewater) rate increases were necessary to finance debt service issued during the current fiscal year to fund capital projects.

Experts are now reporting that the recovery of the U.S. and California economies has begun to materialize. Within the City of San Buenaventura, local business activity and income remains slow. A significant portion of properties Citywide (28 percent) remain assessed at levels that have not changed since 1980. This translates into slow property tax growth, slow sales tax growth, and slow or no growth from business activity.

REQUESTS FOR INFORMATION

This financial report is designed to provide a general overview of the City of San Buenaventura's finances for all those with an interest in the government's finances. Questions concerning any of the information contained herein should be addressed to Sandra De La Riva, Budget & Finance Manager, P.O. Box 99 – Room 106, Ventura, California 93002-0099, (805) 654-7728, E-mail at sdelariva@ci.ventura.ca.us, or Thomas Gardner, Administrative Services Director, P.O. Box 99 - Room 101, Ventura, California 93002-0099, (805) 654-7812, or via E-mail at tgardner@ci.ventura.ca.us.

REPORT
GOVERNMENT-WIDE
FINANCIAL STATEMENTS


Yesterday's Plan
Today's Reality
GOVERNMENT-WIDE
FINANCIAL STATEMENTS

City of San Buenaventura
Statement of Net Assets
June 30, 2004

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
ASSETS			
Current assets:			
Cash and investments	$ 107,498,434	$ 32,903,395	$ 140,401,829
Investment in bonds	1,415,000	-	1,415,000
Accounts receivable, net	688,535	4,594,708	5,283,243
Interest receivable	810,871	-	810,871
Due from others	1,630,417	455,384	2,085,801
Due from other governments	8,288,767	124,874	8,413,641
Internal balances	(457,075)	457,075	-
Prepaid items	4,444	-	4,444
Inventory	366,238	-	366,238
Loans and notes receivable	4,299,239	-	4,299,239
Land and buildings held for resale	1,082,850	-	1,082,850
Total current assets	125,627,720	38,535,436	164,163,156
Noncurrent assets:			
Restricted cash and investments	28,574,146	16,642,820	45,216,966
Deferred charges	-	898,832	898,832
Water rights	-	1,221,838	1,221,838
State water line construction project	-	19,056,254	19,056,254
Equity interest in Scat	3,877,491	-	3,877,491
Capital assets			
Non-depreciable	47,338,564	68,323,990	115,662,554
Depreciable, net	55,135,050	76,208,491	131,343,541
Total capital assets	102,473,614	144,532,481	247,006,095
Total noncurrent assets	134,925,251	182,352,225	317,277,476
Total assets	260,552,971	220,887,661	481,440,632
LIABILITIES			
Current liabilities:			
Accounts payable	1,820,980	1,327,376	3,148,356
Contracts payable	1,671,428	1,677,230	3,348,658
Accrued payroll liabilities	1,842,051	-	1,842,051
Interest payable	1,305,472	216,231	1,521,703
Due to other governments	1,073,490	-	1,073,490
Deposits held for others	11,609,144	335,884	11,945,028
Unearned revenue	924,027	-	924,027
Claims and judgments payable	2,741,000	-	2,741,000
Compensated absences payable	436,000	-	436,000
Long-term debt - due within one year	2,748,074	1,375,000	4,123,074
Total current liabilities	26,171,666	4,931,721	31,103,387
Noncurrent liabilities:			
Claims and judgments payable	7,427,433	-	7,427,433
Compensated absences payable	3,600,358	-	3,600,358
Long-term debt - due in more than one year	65,199,506	32,247,063	97,446,569
Total noncurrent liabilities	76,227,297	32,247,063	108,474,360
Total liabilities	102,398,963	37,178,784	139,577,747
NET ASSETS			
Invested in capital assets, net of related debt	34,465,491	42,586,428	77,051,919
Restricted for:			
Capital projects	48,755,962	11,066,194	59,822,156
Debt service	2,402,744	16,642,820	19,045,564
Community development	2,654,587	-	2,654,587
Special projects	790,020	-	790,020
Total restricted	54,603,313	27,709,014	82,312,327
Unrestricted	69,085,204	113,413,435	182,498,639
Total net assets	$ 158,154,008	$ 183,708,877	$ 341,862,885

See accompanying Notes to Basic Financial Statements.

City of San Buenaventura
Statement of Activities and Changes in Net Assets
For the year ended June 30, 2004

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions	Program Revenues: Capital Grants and Contributions	Total
Primary government:					
Governmental activities:					
General government	$ 4,483,013	$ 402,116	$ -	$ -	$ 402,116
Human resources	1,918,203	127,726	-	-	127,726
Administrative services	4,299,847	1,425,317	835,979	-	2,261,296
Community development	4,581,043	822,509	1,657,088	-	2,479,597
Community services	4,324,879	1,745,879	91,130	-	1,837,009
Public safety - police	23,340,765	2,155,053	845,057	-	3,000,110
Public safety - fire	14,285,426	2,584,789	61,251	-	2,646,040
Public works	23,212,404	2,933,850	10,694,805	178,520	13,807,175
Interest on long-term debt	4,138,041	-	-	-	-
Total governmental activities	84,583,621	12,197,239	14,185,310	178,520	26,561,069
Business-type activities:					
Sewer and sanitation	10,230,723	13,430,212	-	-	13,430,212
Water	12,644,461	16,924,727	-	-	16,924,727
Golf course	2,817,574	3,380,562	-	-	3,380,562
Paramedic services	169,527	192,384	-	-	192,384
Total business-type activities	25,862,285	33,927,885	-	-	33,927,885
Total primary government	$ 110,445,906	$ 46,125,124	$ 14,185,310	$ 178,520	$ 60,488,954
General Revenues:					
Taxes:					
Property taxes					
Sales taxes					
Motor vehicle license					
Other taxes					
Total taxes					
Investment earnings					
Gain on sale of assets					
Miscellaneous					
Transfers:					
Total general revenues and transfers					
Change in net assets					
Net assets - beginning of year					
Net assets - end of year					

See accompanying Notes to Basic Financial Statements.

Net (Expense) Revenue and Changes in Net Assets		
Governmental Activities	Business-Type Activities	Total
$ (4,080,897)	$ -	$ (4,080,897)
(1,790,477)	-	(1,790,477)
(2,038,551)	-	(2,038,551)
(2,101,446)	-	(2,101,446)
(2,487,870)	-	(2,487,870)
(20,340,655)	-	(20,340,655)
(11,639,386)	-	(11,639,386)
(9,405,229)	-	(9,405,229)
(4,138,041)	-	(4,138,041)
(58,022,552)	-	(58,022,552)
-	3,199,489	3,199,489
-	4,280,266	4,280,266
-	562,988	562,988
-	22,857	22,857
-	8,065,600	8,065,600
(58,022,552)	8,065,600	(49,956,952)
16,732,650	-	16,732,650
20,407,600	-	20,407,600
4,770,850	-	4,770,850
15,288,753	-	15,288,753
57,199,853	-	57,199,853
1,266,955	422,793	1,689,748
142,835	-	142,835
47,720	-	47,720
1,008,775	(1,008,775)	-
59,666,138	(585,982)	59,080,156
1,643,586	7,479,618	9,123,204
156,510,422	176,229,259	332,739,681
$ 158,154,008	$ 183,708,877	$ 341,862,885

REPORT
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COMPREHENSIVE ANNUAL FINANCIAL
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GOVERNMENTAL FUND FINANCIAL STATEMENTS

General Fund – The General Fund was established to account for sources and uses of financial resources traditionally associated with governments which are not required to be accounted for in another fund.

Gas Tax Special Revenue Fund – To account for revenue received from the State of California and other sources to be used for street maintenance and improvements only.

Park and Recreation Tax Special Revenue Fund – To account for park and recreation facilities tax revenue to be used for planning, acquisition, improvements or expansion of public parks, playgrounds, or other recreational facilities.

City of San Buenaventura Certificates of Participation (COP) Debt Obligations Fund – To account for the accumulation of resources and payment of long-term debt principal and interest for COP issues by the Public Facilities Financing Authority.

Capital Improvement Project Capital Projects Fund – To account for financial resources to be used for purchase or construction of major capital improvements (other than those funded through proprietary or special revenue funds).

Redevelopment Agency Projects Capital Projects Fund – To account for the economic revitalization and redevelopment of the City through acquisition and development of City property determined to be in a declining condition.

Other Governmental Funds – The aggregate of all the non-major governmental funds.

City of San Buenaventura
Balance Sheet
Governmental Funds
June 30, 2004

	Major Funds				
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	CIP General Capital Projects
ASSETS					
Cash and investments	$ 36,403,930	$ 12,771,336	$ 10,770,308	$ -	$ 8,589,838
Restricted cash and investments	-	-	-	26,681,956	-
Investment in bonds	1,415,000	-	-	-	-
Accounts receivable, net	86,868	49,967	-	-	333,050
Interest receivable	810,871	-	-	-	-
Due from other funds	320,828	-	1,958,004	-	432,421
Due from others	1,606,807	-	-	-	-
Due from other governments	4,676,535	2,632,594	53,523	-	189,126
Prepaid items	4,444	-	-	-	-
Inventory	366,238	-	-	-	-
Loans and notes receivable	479,860	-	-	-	-
Land and buildings held for resale	-	-	-	-	-
Advances to Redevelopment Agency	13,773,439	-	-	-	-
Total assets	$ 59,944,820	$ 15,453,897	$ 12,781,835	$ 26,681,956	$ 9,544,435
LIABILITIES AND FUND BALANCES					
Liabilities:					
Accounts payable	$ 500,658	$ 10,036	$ 350	$ -	$ 170,006
Contracts payable	11,925	615,900	664,278	-	372,523
Due to other funds	-	-	-	2,847,501	-
Due to other governments	9,768	-	-	-	-
Deposits held for others	11,609,144	-	-	-	-
Advances from other funds	-	-	-	-	-
Deferred revenue	713,427	1,377,517	-	-	60,000
Total liabilities	12,844,922	2,003,453	664,628	2,847,501	602,529
Fund Balances:					
Reserved:					
Encumbrances	1,439,207	-	-	-	-
Petty cash	6,410	-	-	-	-
Advances to Redevelopment Agency	13,773,439	-	-	-	-
Prepaid items	4,444	-	-	-	-
Inventories	366,238	-	-	-	-
Assets held for resale	-	-	-	-	-
Loans and notes receivable	-	-	-	-	-
Investment in Portobello bonds	1,415,000	-	-	-	-
Debt service	-	-	-	23,834,455	-
Total reserved	17,004,738	-	-	23,834,455	-
Unreserved, designated:					
Contingencies	12,000,000	-	-	-	-
Special revenue funds	-	8,708,270	10,583,327	-	-
Capital projects funds	-	-	-	-	8,199,217
Other	14,009,715	-	-	-	-
Total unreserved, designated	26,009,715	8,708,270	10,583,327	-	8,199,217
Unreserved, undesignated:					
General fund	4,085,445	-	-	-	-
Special revenue funds	-	4,742,174	1,533,880	-	-
Capital projects funds	-	-	-	-	742,689
Total fund balances	47,099,898	13,450,444	12,117,207	23,834,455	8,941,906
Total liabilities and fund balances	$ 59,944,820	$ 15,453,897	$ 12,781,835	$ 26,681,956	$ 9,544,435

See accompanying Notes to Basic Financial Statements.

Major Funds		
Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
$ 2,954,740	$ 11,235,603	$ 82,725,755
-	1,892,190	28,574,146
-	-	1,415,000
-	27,528	497,413
-	-	810,871
-	-	2,711,253
-	1,222	1,608,029
15,742	721,247	8,288,767
-	-	4,444
-	-	366,238
2,024,601	1,469,778	3,974,239
1,082,850	-	1,082,850
-	-	13,773,439
$ 6,077,933	$ 15,347,568	$ 145,832,444
$ 15,849	$ 235,079	$ 931,978
-	3,202	1,667,828
-	320,827	3,168,328
120,272	943,450	1,073,490
-	-	11,609,144
13,773,439	-	13,773,439
-	434,476	2,585,420
13,909,560	1,937,034	34,809,627
416,975	2,500	1,858,682
-	-	6,410
-	-	13,773,439
-	-	4,444
-	-	366,238
1,082,850	-	1,082,850
1,933,272	866,335	2,799,607
-	-	1,415,000
-	7,598,436	31,432,891
3,433,097	8,467,271	52,739,561
-	-	12,000,000
-	1,510,161	20,801,758
-	444,000	8,643,217
-	-	14,009,715
-	1,954,161	55,454,690
-	-	4,085,445
-	1,465,748	7,741,802
(11,264,724)	1,523,354	(8,998,681)
(7,831,627)	13,410,534	111,022,817
$ 6,077,933	$ 15,347,568	$ 145,832,444

City of San Buenaventura
Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets
June 30, 2004

Total Fund Balances - Total Governmental Funds	$	111,022,817
Amounts reported for governmental activities in the Statement of Net Assets were different because:		
Equity interest in Scat is not a current financial resource and not reported in the Governmental Funds Balance Sheet.		3,877,491
Capital assets used in governmental activities were not current financial resources. Therefore, they were not reported in the Governmental Funds Balance Sheet. Except for the internal service funds reported below, the capital assets were adjusted as follows:		
Non-depreciable		47,338,564
Depreciable		132,347,304
Accumulated depreciation		(84,733,328)
Total capital assets		94,952,540
Interest payable on long-term debt did not require current financial resources. Therefore, interest payable was not reported as a liability in Governmental Funds Balance Sheet.		(1,305,472)
Deferred revenue reported on the accrual basis in the Government-Wide Statement of Net Assets.		1,661,393
Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The assets and liabilities of the Internal service funds were included in governmental activities in the Government-Wide Statement of Net Assets.		
Computer Replacement Fund		627,302
Equipment Services Fund		9,092,925
Building Maintenance Fund		545,585
Reproduction Services Fund		254,134
Workers' Compensation Fund		(3,306,486)
Employee Fringe Benefits Fund		2,460,826
Risk Management Fund		6,218,533
Total internal service funds		15,892,819
Long-term liabilities were not due and payable in the current period. Therefore, they were not reported in the Governmental Funds Balance Sheet.		
Long-term liabilities - due within one year		(2,748,074)
Long-term liabilities - due in more than one year		(65,199,506)
Total long-term liabilities		(67,947,580)
Net Assets of Governmental Activities	$	158,154,008

See accompanying Notes to Basic Financial Statements.

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances

Governmental Funds

For the year ended June 30, 2004

	Major Funds			
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service
REVENUES:				
Taxes	$ 50,170,091	$ 2,514,445	$ 529,553	$ -
Licenses and permits	1,337,911	-	-	-
Intergovernmental	5,306,943	3,839,246	-	-
Charges for services	6,849,090	-	-	-
Fines and forfeitures	1,734,950	-	-	-
Use of money and property	2,011,501	186,334	133,096	742,597
Other revenues	2,117,719	150,724	402,872	-
Total revenues	69,528,205	6,690,749	1,065,521	742,597
EXPENDITURES:				
Current:				
General government	3,964,093	-	-	-
Human resources	2,163,885	-	-	-
Administrative services	4,117,355	-	-	-
Community development	2,953,387	-	-	-
Community services	5,575,664	-	-	-
Public safety - police	23,490,447	-	-	-
Public safety - fire	14,878,097	-	-	-
Public works	12,113,625	-	-	-
Capital outlays	298,165	9,675,646	4,999,372	-
Debt service:				
Principal retirement	60,543	-	-	1,720,000
Interest and other charges	5,179	-	-	2,648,605
Total expenditures	69,620,440	9,675,646	4,999,372	4,368,605
REVENUES OVER (UNDER) EXPENDITURES	(92,235)	(2,984,897)	(3,933,851)	(3,626,008)
OTHER FINANCING SOURCES (USES):				
Transfers in	1,204,312	327,000	4,481,637	4,349,223
Transfers out	(4,072,547)	(103,897)	(278,859)	(6,949,242)
Total other financing sources (uses)	(2,868,235)	223,103	4,202,778	(2,600,019)
Net change in fund balances	(2,960,470)	(2,761,794)	268,927	(6,226,027)
FUND BALANCES:				
Beginning of year	50,060,368	16,212,238	11,848,280	30,060,482
End of year	$ 47,099,898	$ 13,450,444	$ 12,117,207	$ 23,834,455

See accompanying Notes to Basic Financial Statements.

Major Funds			
CIP General Capital Projects	Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
$ 299,987	$ 1,935,314	$ 68,548	$ 55,517,938
-	-	-	1,337,911
185,057	-	1,210,444	10,541,690
-	-	887,051	7,736,141
-	-	-	1,734,950
(93,575)	189,796	186,244	3,355,993
729,813	6,019	265,727	3,672,874
1,121,282	2,131,129	2,618,014	83,897,497
-	-	-	3,964,093
-	-	-	2,163,885
-	-	-	4,117,355
-	-	-	2,953,387
-	-	-	5,575,664
-	-	862,412	24,352,859
-	-	-	14,878,097
-	-	1,092,226	13,205,851
5,221,194	1,029,947	1,005,844	22,230,168
-	-	590,689	2,371,232
-	381,313	1,095,478	4,130,575
5,221,194	1,411,260	4,646,649	99,943,166
(4,099,912)	719,869	(2,028,635)	(16,045,669)
2,289,529	-	813,370	13,465,071
(736,257)	(227,342)	(103,152)	(12,471,296)
1,553,272	(227,342)	710,218	993,775
(2,546,640)	492,527	(1,318,417)	(15,051,894)
11,488,546	(8,324,154)	14,728,951	126,074,711
$ 8,941,906	$ (7,831,627)	$ 13,410,534	$ 111,022,817

City of San Buenaventura

Reconciliation of the Governmental Funds Statement of Revenues, Expenditures, and Changes in Fund Balances to the Government-Wide Statement of Activities and Changes in Net Assets

For the year ended June 30, 2004

Net Change in Fund Balances - Total Governmental Funds	$	(15,051,894)
Amounts reported for governmental activities in the Statement of Activities and Changes in Net Assets were different because:		
Governmental funds reported capital outlay as expenditures. However, in the Government-Wide Statement of Activities and Changes in Net Assets, the cost of those assets was allocated over their estimated useful lives as depreciation expense. This was the amount of capital assets recorded in the current period.		15,104,113
The net loss in the equity interest in Scat was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but did not require the use of current financial resources. Therefore, the net loss was not reported as expenditures in Governmental Funds.		(294,161)
Depreciation expense on capital assets was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, depreciation expense was not reported as expenditures in Governmental Funds.		(4,431,546)
Deferred revenue reported on the accrual basis in the Government-Wide Statement of Activities		1,661,393
Repayment of bond principal was an expenditure in governmental funds, but the repayment reduced long-term liabilities in the Government-Wide Statement of Net Assets.		2,371,232
Interest expense on long-term debt was reported in the Government-Wide Statement of Activities and Changes in Net Assets, but they did not require the use of current financial resources. Therefore, interest expense was not reported as expenditures in governmental funds. The following amount represented the change in accrued interest from prior year.		(7,466)
Internal service funds were used by management to charge the costs of certain activities, such as insurance and fleet management, to individual funds. The net revenue of the internal service funds was reported with governmental activities.		2,291,915
Change in Net Assets of Governmental Activities	$	1,643,586

See accompanying Notes to Basic Financial Statements.

REPORT
PROPRIETARY FUND
FINANCIAL STATEMENTS

Yesterday's Today's
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PROPRIETARY FUND FINANCIAL STATEMENTS

Sewer and Sanitation Fund – To account for all sewer activities and treatment services provided to the City of San Buenaventura, including but not limited to administration, operations, maintenance, laboratory, and debt service.

Water Fund – To account for all water activities and water treatment services provided to the City of San Buenaventura and some residents of the County. Such activities include but are not limited to administration, maintenance, distribution, customer service, production, purification, and debt service.

Golf Course Fund – To account for revenue and costs related to the operation of two municipal golf courses for use by the general public.

Paramedic Fund – To account for revenue and costs related to providing basic and advanced life support services to citizens of the City.

Internal Service Funds – These funds are used to provide goods and services by one department or agency to other departments or agencies of the City on a cost reimbursement basis.

City of San Buenaventura
Statement of Net Assets
Proprietary Funds
June 30, 2004

	Major Funds			
	Sewer and Sanitation	Water	Golf Course	Paramedic Services
ASSETS				
Current assets:				
Cash and investments	$ 18,095,776	$ 9,815,890	$ 4,929,111	$ 62,618
Accounts receivable, net	1,880,860	2,713,848	-	-
Due from other funds	-	-	457,075	-
Due from others	3,175	76,079	376,130	-
Due from other governments	14,874	110,000		-
Note receivable	-	-	-	-
Total current assets	19,994,685	12,715,817	5,762,316	62,618
Noncurrent assets:				
Restricted cash and investments	881,353	15,761,467	-	-
Deferred charges	233,704	665,128	-	-
Water rights	-	1,221,838	-	-
State Water line construction project	-	19,056,254	-	-
Capital assets:				
Non-depreciable	34,669,996	31,084,183	2,569,811	-
Depreciable, net	31,184,379	44,071,930	828,593	123,589
Total capital assets	65,854,375	75,156,113	3,398,404	123,589
Total noncurrent assets	66,969,432	111,860,800	3,398,404	123,589
Total assets	86,964,117	124,576,617	9,160,720	186,207
LIABILITIES				
Current liabilities:				
Accounts payable	241,092	789,527	296,179	578
Contracts payable	622,458	12,269	1,042,503	-
Accrued payroll liabilities	-	-	-	-
Interest payable	64,290	151,941	-	-
Deposits held for others	-	335,884	-	-
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Long-term debt - due within one year	495,000	880,000	-	-
Total current liabilities	1,422,840	2,169,621	1,338,682	578
Noncurrent liabilities:				
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Long-term debt - due in more than one year	6,255,721	25,991,342	-	-
Total noncurrent liabilities	6,255,721	25,991,342		
Total liabilities	7,678,561	28,160,963	1,338,682	578
NET ASSETS				
Invested in capital assets, net of related debt	24,433,658	17,200,588	828,593	123,589
Restricted for:				
Capital projects	3,500,222	834,721	6,731,251	-
Debt service	881,353	15,761,467	-	-
Unrestricted	50,470,323	62,618,878	262,194	62,040
Total net assets	$ 79,285,556	$ 96,415,654	$ 7,822,038	$ 185,629

See accompanying Notes to Basic Financial Statements.

Total	Governmental Activities Internal Service Funds
$ 32,903,395	$ 24,772,679
4,594,708	191,122
457,075	-
455,384	22,388
124,874	-
-	325,000
38,535,436	25,311,189
16,642,820	-
898,832	-
1,221,838	-
19,056,254	-
68,323,990	-
76,208,491	7,521,074
144,532,481	7,521,074
182,352,225	7,521,074
220,887,661	32,832,263
1,327,376	889,002
1,677,230	3,600
-	1,842,051
216,231	-
335,884	-
-	2,741,000
-	436,000
1,375,000	-
4,931,721	5,911,653
-	7,427,433
-	3,600,358
32,247,063	-
32,247,063	11,027,791
37,178,784	16,939,444
42,586,428	7,521,074
11,066,194	-
16,642,820	-
113,413,435	8,371,745
$ 183,708,877	$ 15,892,819

City of San Buenaventura
Statement of Revenues, Expenses and Changes in Net Assets
Proprietary Funds
For the year ended June 30, 2004

	Major Funds			
	Sewer and Sanitation	Water	Golf Course	Paramedic Services
OPERATING REVENUES:				
Utility service charges	$ 13,430,212	$ 16,924,727	$ -	$ 192,384
Golf fee charges	-	-	3,380,562	-
Internal service charges	-	-	-	-
Other operating revenues	-	-	-	-
Total operating revenues	13,430,212	16,924,727	3,380,562	192,384
OPERATING EXPENSES:				
Salaries and benefits	2,956,873	3,737,242	177,652	114,453
Contractual services	1,030,284	717,322	2,202,983	-
Materials and supplies	1,322,776	1,220,091	344	23,650
General and administrative	3,253,914	5,306,537	373,100	13,120
Insurance premiums and settlement	-	-	-	-
Depreciation	1,330,075	1,147,321	63,495	18,304
Total operating expenses	9,893,922	12,128,513	2,817,574	169,527
OPERATING INCOME (LOSS)	3,536,290	4,796,214	562,988	22,857
NONOPERATING REVENUES (EXPENSES):				
Investment income (loss)	262,306	106,757	53,461	269
Interest expense	(336,801)	(515,948)	-	-
Loss on sale of assets	-	-	-	-
Total nonoperating revenues (expenses)	(74,495)	(409,191)	53,461	269
Income before transfers	3,461,795	4,387,023	616,449	23,126
Transfers in	-	901,249	457,075	-
Transfers out	(958,334)	(71,438)	(1,337,327)	-
Change in net assets	2,503,461	5,216,834	(263,803)	23,126
NET ASSETS:				
Beginning of year	76,782,095	91,198,820	8,085,841	162,503
End of year	$ 79,285,556	$ 96,415,654	$ 7,822,038	$ 185,629

See accompanying Notes to Basic Financial Statements.

Total	Governmental Activities Internal Service Funds
$ 30,547,323	$ -
3,380,562	-
-	27,531,683
-	147,087
33,927,885	27,678,770
6,986,220	2,917,670
3,950,589	2,167,027
2,566,861	1,428,308
8,946,671	9,574,738
-	7,962,882
2,559,195	1,010,139
25,009,536	25,060,764
8,918,349	2,618,006
422,793	(340,586)
(852,749)	-
-	(505)
(429,956)	(341,091)
8,488,393	2,276,915
1,358,324	265,000
(2,367,099)	(250,000)
7,479,618	2,291,915
176,229,259	13,600,904
$ 183,708,877	$ 15,892,819

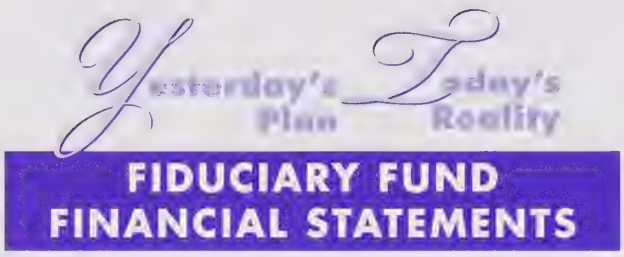
City of San Buenaventura
Statement of Cash Flows
Proprietary Funds
For the year ended June 30, 2004

	Major Funds			
	Sewer and Sanitation	Water	Golf Course	Paramedic Services
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers/other funds	$ 13,338,639	$ 16,433,500	$ 2,721,453	$ 192,384
Cash payments to suppliers for goods and services	(6,192,749)	(7,669,934)	(1,283,246)	(44,421)
Cash payments to employees for services	(2,956,873)	(3,737,242)	(177,652)	(114,453)
Insurance premiums and settlements	-	-	-	-
Other operating revenues	-	-	-	-
Net cash provided (used) by operating activities	4,189,017	5,026,324	1,260,555	33,510
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:				
Transfers to other funds	(958,334)	(71,438)	(1,337,327)	-
Transfers from other funds	-	901,249	457,075	-
Net cash provided (used) by noncapital financing activities	(958,334)	829,811	(880,252)	-
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Purchase of capital assets	(9,514,851)	(4,243,229)	(1,575,335)	-
Net proceeds from revenue bonds	-	27,409,279	-	-
Repayments of revenue bonds	(435,975)	(13,622,937)	-	-
Interest paid on revenue bonds and contracts	(336,801)	(515,948)	-	-
Proceeds from the disposal of assets	-	-	-	-
Net cash provided (used) by capital and related financing activities	(10,287,627)	9,027,165	(1,575,335)	-
CASH FLOWS FROM INVESTING ACTIVITIES:				
Investment income	262,306	106,757	53,461	269
Net cash provided (used) by investing activities	262,306	106,757	53,461	269
Net increase (decrease) in cash and cash equivalents	(6,794,638)	14,990,057	(1,141,571)	33,779
CASH AND INVESTMENTS:				
Beginning of year	25,771,767	10,587,300	6,070,682	28,839
End of year	$ 18,977,129	$ 25,577,357	$ 4,929,111	$ 62,618
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:				
Operating income (loss)	$ 3,536,290	$ 4,796,214	$ 562,988	$ 22,857
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:				
Depreciation	1,330,075	1,147,321	63,495	18,304
Changes in assets and liabilities:				
Accounts receivable	(85,536)	(356,648)	-	-
Due from other funds	-	-	(457,075)	-
Due from other governments	(2,897)	(58,500)	-	-
Due from others	(3,140)	(76,079)	(202,034)	-
Note receivable	-	-	-	-
Deferred charges	21,246	12,345	-	-
Accounts payable	(79,241)	(148,203)	250,678	(7,651)
Contracts payable	(455,814)	(341,574)	1,042,503	-
Accrued payroll liabilities	-	-	-	-
Interest payable	(71,966)	(2,726)	-	-
Deposits held for others	-	54,174	-	-
Claims and judgments payable	-	-	-	-
Compensated absences payable	-	-	-	-
Total adjustments	652,727	230,110	697,567	10,653
Net cash provided (used) by operating activities	$ 4,189,017	$ 5,026,324	$ 1,260,555	$ 33,510

See accompanying Notes to Basic Financial Statements.

Total	Governmental Activities Internal Service Funds
$ 32,685,976	$ 27,525,384
(15,190,350)	(12,936,648)
(6,986,220)	(2,917,670)
-	(7,239,368)
-	147,087
10,509,406	4,578,785
(2,367,099)	(250,000)
1,358,324	265,000
(1,008,775)	15,000
(15,333,415)	(1,351,600)
27,409,279	-
(14,058,912)	-
(852,749)	-
-	181,821
(2,835,797)	(1,169,779)
422,793	(340,586)
422,793	(340,586)
7,087,627	3,083,420
42,458,588	21,689,259
$ 49,546,215	$ 24,772,679
$ 8,918,349	$ 2,618,006
2,559,195	1,010,139
(442,184)	(14,771)
(457,075)	-
(61,397)	-
(281,253)	(13,700)
-	22,172
33,591	-
15,583	233,116
245,115	309
-	507,379
(74,692)	-
54,174	-
-	82,404
-	133,731
1,591,057	1,960,779
$ 10,509,406	$ 4,578,785

REPORT
FIDUCIARY FUND
FINANCIAL STATEMENTS



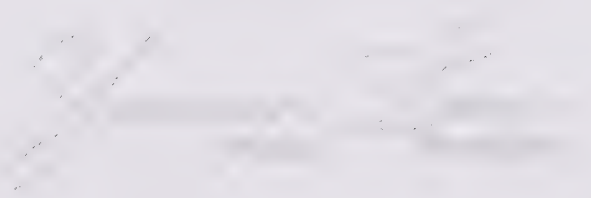
Ventura Council of Government Fund – To account for the funds held in trust by the City, acting as treasurer, for the Ventura Council of Governments (VCOG). The VCOG is a joint venture of the County of Ventura and the Cities of Agoura Hills, Camarillo, Fillmore, Moorpark, Ojai, Oxnard, Port Hueneme, San Buenaventura, Santa Paula, Simi Valley, Thousand Oaks, and Westlake Village to prepare a Regional Comprehensive Plan.

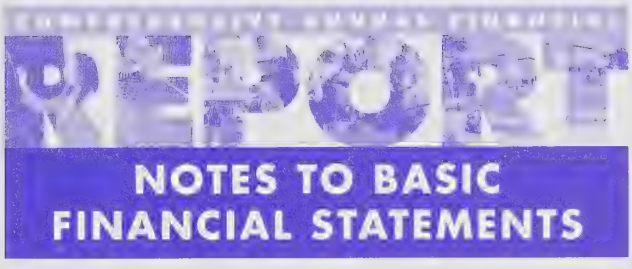
Portobello Assessment District Fund – To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

City of San Buenaventura
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2004

	Fiduciary Funds
ASSETS	
Cash and cash equivalents	$ 106,983
LIABILITIES	
Deposits held for others	$ 106,983

See accompanying Notes to Basic Financial Statements.

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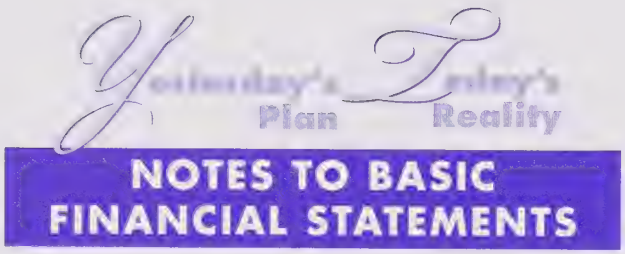
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City of San Buenaventura
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For the year ended June 30, 2004

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1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The basic financial statements of the City of San Buenaventura, California (City) have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental agencies. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

A. Description of the Reporting Entity

The City, incorporated as a town on March 10, 1866, was recognized as a city in the State of California by election on December 4, 1905 and was certified on January 5, 1906. The initial City Charter was adopted October 13, 1931 and was revised most recently on November 4, 1986. The City operates under an elected Council and appointed City Manager form of government and provides the following services as authorized by its charter: public safety (police and fire), public works (maintenance services and utilities), community services, and general administrative services.

As required by GAAP, these basic financial statements present the City and its component units, entities for which the City is considered to be financially accountable. Blended component units, although legally separate entities are, in substance, part of the City's operations and data from these units are combined with data of the City. Each blended component unit has a June 30 year-end. The City had no discretely presented component units. The following entities are reported as blended component units:

The Redevelopment Agency of the City of San Buenaventura (Agency) was created by the City of San Buenaventura City Council (City Council) in August 1961. The Agency was formed for the purpose of preparing and carrying out plans for improvement, rehabilitation and redevelopment of blighted areas within the territorial limits of the City. The City Council acts as the Agency's governing board and exerts significant influence over its operations. The funds of the Agency have been included in the governmental activities of the financial statements.

San Buenaventura Public Facilities Financing Authority (Authority) was established by ordinance, pursuant to the City Charter and Constitution of the State of California, as a public body, corporate and politic, acting to facilitate serving the public purposes of the City. The ordinance was adopted on May 28, 1985 and became effective July 1, 1985. The governing body of the Authority is comprised of the consenting members of the City Council. The Authority is empowered to construct, acquire, maintain and improve public facilities and improvements within the City and to sell, lease, exchange, transfer, encumber or otherwise dispose of any interest in property. The Authority's activities presently consist of providing financial assistance to the City through the issuance of certificates of participation and the leasing of assets to the City. At the end of the lease term, all assets revert to the City. The funds of the Authority have been included in the governmental activities of the financial statements.

Complete financial statements for each of the individual component units may be obtained from the City of San Buenaventura, P.O. Box 99, Ventura, California 93002-0099.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus

The accounts of the City are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Government - Wide Financial Statements

The City's government-wide financial statements include a Statement of Net Assets and a Statement of Activities and Changes in Net Assets. These statements present summaries of governmental and business-type activities for the City accompanied by a total column. Fiduciary activities of the City are not included in these statements.

These basic financial statements are presented on an *"economic resources"* measurement focus and the accrual basis of accounting. Accordingly, all of the City's assets and liabilities, including capital assets, as well as infrastructure assets, and long-term liabilities, are included in the accompanying Statement of Net Assets. The Statement of Activities presents changes in net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Certain types of transactions are reported as program revenues for the City in three categories:

- Charges for services.
- Operating grants and contributions.
- Capital grants and contributions.

Certain eliminations have been made as prescribed by GASB Statement No. 34 in regards to interfund activities, payables and receivables. All internal balances in the Statement of Net Assets have been eliminated except those representing balances between the governmental activities and the business-type activities, which are presented as internal balances and eliminated in the total primary government column. In the Statement of Activities and Changes in Net Assets, internal service fund transactions have been eliminated; however, those transactions between governmental and business-type activities have not been eliminated. The following interfund activities have been eliminated:

- Due to/from other funds
- Advances to/from other funds
- Transfers in/out

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

The City applies all applicable GASB pronouncements (including all NCGA Statements and Interpretations currently in effect), as well as the following pronouncements issued on or before November 30, 1989 to the business type activities, unless those pronouncements conflict with or contradict GASB pronouncements: Financial Accounting Standards Board (FASB) Statements and Interpretations, Accounting Principles Board (APB) Opinions, and Accounting Research Bulletins (ARB) of the Committee on Accounting Procedure. The City applies all applicable FASB Statements and Interpretations issued after November 30, 1989 except those that conflict with or contradict GASB pronouncements.

Governmental Fund Financial Statements

Governmental fund financial statements include a Balance Sheet and a Statement of Revenues, Expenditures and Changes in Fund Balances for all major governmental funds and non-major funds aggregated. An accompanying schedule is presented to reconcile and explain the differences in net assets as presented in these statements to the net assets presented in the government-wide financial statements. The City has presented all major funds that met the applicable criteria. In addition, the City has presented certain funds as major funds because the City believes the financial position and activities of these funds are significant to the City as a whole. The following is a list of these major funds:

General-The general fund was established to account for sources and uses of financial resources traditionally associated with governments, which are not required to be accounted for in another fund.

Gas Tax Special Revenue Fund-To account for revenue received from the State of California and other sources to be used for street maintenance and improvements only.

Park and Recreation Special Revenue Fund-To account for park and recreation facilities tax revenue to be used for planning, acquisition, improvements or expansion of public parks, playgrounds, or other recreational facilities.

Certificates of Participation (COP) Debt Obligations Fund- To account for the accumulation of resources and payment of long-term debt principal and interest for COP issues by the Public Facilities Financing Authority.

CIP General Capital Projects Fund-To account for financial resources to be used for the purchase or construction of major capital improvements (other than those funded through proprietary or special revenue funds.)

Redevelopment Agency Capital Projects Fund-To account for the economic revitalization and redevelopment of the City through acquisition and development of City property determined to be in declining condition.

All governmental funds are accounted for on a spending or *"current financial resources"* measurement focus and the modified accrual basis of accounting. Accordingly, only current assets and current liabilities are included on the Balance Sheet. The Statement of Revenues, Expenditures and Changes in Fund Balances presents increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets. Under the modified accrual basis of accounting, revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current period.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

B. Basis of Accounting and Measurement Focus, Continued

Revenues are recorded when received in cash, except for revenues subject to accrual (generally 60 days after year-end) are recognized when due. The primary revenue sources, which have been treated as susceptible to accrual by the City, are property tax, sales tax, intergovernmental revenues and other taxes. Expenditures are recorded in the accounting period in which the related fund liability is incurred.

Deferred revenues arise when potential revenues do not meet both the "measurable" and "available" criteria for recognition in the current period. Deferred revenues also arise when the government receives resources before it has a legal claim to them, as when grant monies are received prior to incurring qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met or when the government has a legal claim to the resources, the deferred revenue is removed from the Balance Sheet and revenue is recognized.

The Reconciliation of the Fund Financial Statements to the Government-Wide Financial Statements is provided to explain the differences created by the integrated approach of GASB Statement No. 34.

Proprietary Fund Financial Statements

Proprietary fund financial statements include a Statement of Net Assets, a Statement of Revenues, Expenses and Changes in Fund Net Assets, and a Statement of Cash Flows for each major proprietary fund. The following is a list of the proprietary funds:

Sewer and Sanitation Fund – To account for all sewer activities and treatment services provided to the City of San Buenaventura, including, but not limited to administration, operations, maintenance, laboratory, and debt service.

Water Fund – To account for all water activities and water treatment services provided to the City of San Buenaventura and some residents of the County. Such activities include but are not limited to administration, maintenance, distribution, customer service, production, purification, and debt service.

Golf Course Fund – To account for revenue and costs related to the operation of two municipal golf courses for use by the general public.

Paramedic Fund – To account for revenue and costs related to providing basic and advanced life support services to citizens of the City.

A separate column representing internal service funds is also presented in these statements; however, internal service balances and activities have been combined with the governmental activities in the government-wide financial statements. The following is a list of the internal service funds:

Computer Replacement Fund-To account for costs related to the replacement and maintenance of the City's computer infrastructure. Costs are recovered through a monthly user fee charged to City departments.

Equipment Service Fund-To account for costs related to operations of the central fleet maintenance system, which provides vehicles for all City departments. Costs are recovered through a monthly user fee charged to City departments.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Basis of Accounting and Measurement Focus, Continued

Building Maintenance Fund-To account for costs related to providing building maintenance services to all City departments. A monthly fee, based on square footage, is charged to City departments to recover these costs.

Reproduction Services Fund-To account for costs related to printing and reproduction of materials by all City departments. Costs are recovered through a monthly fee charged to City departments using the service.

Workers' Compensation Fund-To account for costs and liabilities related to the Workers' Compensation Program. Costs are recovered through a monthly fee based on employee type charges to City departments.

Employee Fringe Benefits Fund-To account for costs and liabilities related to health, life, dental and disability insurances, public employees' retirement system, federal and state taxes, association dues, leave time benefits and miscellaneous deductions paid by the City on behalf of the employees. A bi-weekly employee benefit charge, based on a percentage of gross payroll, is charged to City departments to recover these costs.

Risk Management Fund- To account for costs of providing public liability insurance coverage to operating funds. Costs are recovered from those funds that benefit from the insurance coverage.

Proprietary funds are accounted for using the *"economic resources"* measurement focus and the accrual basis of accounting. Accordingly, all assets and liabilities (whether current or non-current) are included on the Statement of Net Assets. The Statement of Revenues, Expenses and Changes in Fund Net Assets presents increases (revenues) and decreases (expenses) in total net assets. Under the accrual basis of accounting, revenues are recognized in the period in which they are earned while expenses are recognized in the period in which the liability is incurred.

Operating revenues in the proprietary funds are those revenues that are generated from the primary operations of the fund. All other revenues are reported as non-operating revenues. Operating expenses are those expenses that are essential to the primary operations of the fund. All other expenses are reported as non-operating expenses.

Fiduciary Fund Financial Statements

Fiduciary fund financial statements include a Statement of Net Assets. The City's fiduciary funds represent agency funds, which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. Agency funds are reported using the accrual basis of accounting. The City currently reports one fiduciary fund detailed below:

Portobello Assessment District Fund-To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

C. Use of Restricted/Unrestricted Net Assets

When an expense is incurred for purposes for which both restricted and unrestricted net assets are available, the City's policy is to apply restricted net assets first.

D. Cash, Cash Equivalents and Investments

The City pools its available cash for investment purposes. The City's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturity of three months or less from the date of acquisition. Cash and cash equivalents are combined with investments and displayed as Cash and Investments.

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools*, highly liquid market investments with maturities of one year or less at time of purchase are stated at amortized cost. All other investments are stated at fair value. Market value is used as fair value for those securities for which market quotations are readily available.

D. Cash, Cash Equivalents and Investments, Continued

The City participates in an investment pool managed by the State of California titled Local Agency Investment Fund (LAIF), which has invested a portion of the pool funds in Structured Notes and Asset-backed Securities. LAIF's investments are subject to credit risk with the full faith and credit of the State of California collateralizing these investments. In addition, these Structured Notes and Asset-backed Securities are subject to market risk as to change in interest rates.

For purposes of reporting cash flows, the City considers each fund's share in the cash and investments pool to be cash and cash equivalents including cash with fiscal agents.

E. Restricted Cash and Investments

Certain restricted cash and investments are held by fiscal agents for the redemption of bonded debt and for acquisition and construction of capital projects. Cash and investments are also restricted for deposits held for others within the enterprise funds. The restricted cash and investments are combined with unrestricted cash and investments and displayed as Cash and Investments.

F. Inventories and Prepaid Items

Inventory is valued at cost using the first in, first out method. Inventory in the proprietary funds consists of expendable supplies held for future consumption or capitalization. The cost is recorded as an expense as inventory items are consumed. Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items.

G. Assets Held for Resale

Land and buildings held for resale are recorded at the lower of cost or estimated net realizable value. Fund balances are reserved in amounts equal to the carrying value of land and buildings held for resale, because such assets are not available to finance the City's current operations.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

H. Interfund Transactions

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund loans). Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds, reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

I. Capital Assets

The City's assets are capitalized at historical cost or estimated historical cost. City policy has set the capitalization threshold for reporting general fixed assets at $5,000 and for reporting infrastructure assets at $5,000. Gifts or contributions of capital assets are recorded at fair market value when received. Depreciation is recorded on a straight-line basis over the useful lives of the assets as follows:

Buildings and Improvements	10 – 76 years
Improvements other than buildings	10 – 75 years
Machinery and Equipment	2 – 75 years
Infrastructure	5 – 50 years

In June 1999, the Governmental Accounting Standards Board (GASB) issued Statement No. 34, which requires the inclusion of infrastructure capital assets in local governments' basic financial statements. In accordance with Statement No. 34, the City has included the value of all infrastructure in the Basic Financial Statements.

The City defines infrastructure as the basic physical assets that allow the City to function. These assets include the streets, water purification and distribution system, sewer collection and treatment system, park and recreation lands and improvement system, storm water conveyance system, and buildings combined with the site amenities such as parking and landscaped areas used by the City in the conduct of its business. Each major infrastructure system can be divided into subsystems. For example, the street system can be subdivided into pavement, curb and gutters, sidewalks, medians, streetlights, traffic control devices (signs, signals and pavement markings), landscaping and land.

These subsystems are not delineated in the basic financial statements. The appropriate operating department maintains information regarding the subsystems.

Interest accrued during capital assets construction, if any, is capitalized for the business-type and proprietary funds as part of the asset cost.

For all infrastructure systems, the City elected to use the Basic Approach as defined by GASB Statement No. 34 for infrastructure reporting. The City commissioned an appraisal of City-owned infrastructure and property as of June 30, 2001. This appraisal determined the estimated historical cost, which is defined as the actual cost to acquire new property in accordance with market prices at the time of first construction/acquisition. Estimated historical costs were developed in one of three ways: (1) historical

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

records; (2) standard unit costs appropriate for the construction/acquisition date; or (3) present cost indexed by a reciprocal factor of the price increase from the construction/acquisition date to the current date. The accumulated depreciation, defined as the total depreciation from the date of construction/acquisition to the current date on a straight line, on unrecovered cost method was computed using industry accepted life expectancies for each infrastructure subsystem. The book value was then computed by deducting the accumulated depreciation from the estimated historical cost.

J. Compensated Absences

The City accrues the cost of annual vacation leave as earned for all eligible employees.

The City accrues the cost of sick leave for all employees following ten (10) years of continuous City service, when employees become eligible for a payout of the balance of unused sick leave upon separation (resignation or retirement). The amount of payout varies by employee group as follows:

> All police and fire unit employees are eligible to receive a sick leave payout based on the number of "credits" earned. Credits are earned by using less sick leave hours annually than the negotiated standard. Police unit employees with 1-19 credits receive a 25% payout, employees with 20-29 credits receive a 50% payout and employees with 30 credits receive 100% payout of their sick leave balance at time of separation. Fire unit employees with 1-19 credits receive a 25% payout, employees with 20-29 credits receive a 50% payout and employees with 30 years of service receive a 100% payout regardless of the number of credits.

Vacation and sick leave benefits are accrued and recorded in the Employee Fringe Benefits Internal Service Fund. Compensated absences are generally liquidated by the Internal Service Fund.

K. Long-Term Debt

In the government-wide financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges and amortized over the term of the related debt.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financial sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

L. Interest Payable

In the government-wide financial statements, interest payable on long-term debt is recognized as the liability is incurred for governmental fund types and proprietary fund types.

In the fund financial statements, proprietary fund types recognize the interest payable when the liability is incurred.

1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, Continued

M. Property Taxes

Property taxes are levied based on a fiscal year (July 1 – June 30). The property tax assessments are formally due on November 1 and February 1, and become delinquent as of December 10 and April 10, respectively. Taxes become a lien on the property effective March 1 of the preceding year.

N. Net Assets

In the government-wide financial statements, net assets are classified in the following categories:

Invested in Capital Assets, net of Related Debt – This amount consists of capital assets net of accumulated depreciation and reduced by outstanding debt that attributed to the acquisition, construction, or improvement of the assets.

Restricted Net Assets – This amount is restricted by external creditors, grantors, contributors, laws or regulations of other governments.

Unrestricted Net Assets – This amount is all net assets that do not meet the definition of "invested in capital assets, net of related debt" or "restricted net assets."

O. Fund Balances - Reservations and Designations

In the fund financial statements, governmental funds report reservations of fund balances for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

P. Use of Estimates

The preparation of the basic financial statements, in conformity with generally accepted accounting principles, requires management to make estimates and assumptions. These estimates and assumptions affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities. In addition, estimates affect the reported amount of expenses. Actual results could differ from these estimates and assumptions.

2. CASH AND INVESTMENTS

The City maintains a cash and investment pool, which includes cash balances and authorized investments of all funds, which the City Treasurer invests to enhance interest earnings. The pooled interest earned is allocated to the funds based on the month-end cash and investment balances in these funds.

A. Cash Deposits

The carrying amounts of the City's cash deposits were $730,058 at June 30, 2004. Bank balances before reconciling items were $3,308,767 at that date, the total amount of which was insured and/or collateralized with securities held by the pledging financial institutions in the City's name as discussed below.

The California Government Code requires California banks and savings and loan associations to secure the City's cash deposits by pledging securities as collateral. This Code states that collateral pledged in this

manner shall have the effect of perfecting a security interest in such collateral superior to those of a general creditor. Thus, collateral for cash deposits is considered to be held in the City's name.

A. Cash Deposits, Continued

The market value of pledged securities must equal at least 110% of the City's cash deposits. California law also allows institutions to secure City deposits by pledging first trust deed mortgage notes having a value of 150% of the City's total cash deposits. The City may waive collateral requirements for cash deposits, which are fully insured up to $100,000 by the Federal Deposit Insurance Corporation. The City, however, has not waived the collateralization requirements.

The City follows the practice of pooling cash and investments of all funds, except for funds required to be held by fiscal agents under the provisions of bond indentures. Interest income earned on pooled cash and investments is allocated on an accounting period basis to the various funds based on the period-end cash and investment balances. Interest income from cash and investments with fiscal agents is credited directly to the related fund.

B. Investments

Under the provisions of the City's investment policy, and in accordance with Section 53601 of the California Government Code, the City may invest or deposit in the following:

- Bankers' acceptances
- Commercial paper
- Mutual funds and guaranteed contracts
- Local Agency Investment Fund
- Medium-term corporate notes
- Negotiable certificates of deposit
- Passbook savings account
- Demand deposits
- Repurchase agreements
- Securities of the Federal government or its agencies
- State and local agency bond issues
- Time certificates of deposit in California banks only

The City's investments with Local Agency Investment Funds (LAIF) at June 30, 2004, included a portion of the pool funds invested in Structured Notes and Asset-Backed Securities. These investments included the following:

Structured Notes are debt securities (other than asset-backed securities) whose cash flow characteristics (coupon rate, redemption amount, or stated maturity) depend upon one or more indices and/or have embedded forwards or options.

Asset-Backed Securities the bulk of which are mortgage-backed securities, entitle their purchasers to receive a share of the cash flows from a pool of assets such as principal and interest repayments from a pool of mortgages or credit card receivables.

As of June 30, 2004, the City had $26,083,670 invested in LAIF, which had invested 1.603% of the pool investment funds in Structured Notes and Asset-Backed Securities. Fair value of LAIF was calculated by applying a factor of .998384177 to total investments held by LAIF.

The fair value of the City's position in the LAIF pool is the same as the value of the pool shares.

2. CASH AND INVESTMENTS, Continued

B. Investments, Continued

In accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools,* investments were stated at fair value using the aggregate method in all funds and component units.

C. Credit Risk

In accordance with GASB Statement No. 3, deposits are classified as to custodial risk by three categories as follows:

Category 1 – Insured or collateralized with securities held by the City or by its agent in the City's name.

Category 2 – Collateralized with securities held by the pledging financial institution's trust department or agent in the City's name.

Category 3 – Uncollateralized.

The investments that are represented by specific identifiable investment securities are classified as to custodial risk by three categories as follows:

Category 1 – Insured and registered or securities held by the City or by its agent in the City's name.

Category 2 – Uninsured and unregistered with securities held by the counterparty's trust department or agent in the City's name.

Category 3 – Uninsured and unregistered with securities held by the counterparty, or by its trust department or agent, but not in the City's name.

Uncategorized - Certain cash deposits and investments are not subject to categorization under GASB Statement No. 3 and are identified as "Not Required to be Categorized."

D. Summary of Cash and Investments

The following is a summary of pooled cash and investments, including cash and investments with fiscal agents at June 30, 2004:

	Government-Wide Statement of Net Assets			Fiduciary Funds Statement of Net Assets	Total
	Governmental Activities	Business-Type Activities	Total		
Cash and investments	$ 108,913,434	$ 32,903,395	$ 141,816,829	$ 106,983	$ 141,923,812
Restricted cash and investments:					
Current		-	-	-	-
Noncurrent	28,574,146	16,642,820	45,216,966	-	45,216,966
Total restricted cash and investments	28,574,146	16,642,820	45,216,966	-	45,216,966
Grand total	$ 137,487,580	$ 49,546,215	$ 187,033,795	$ 106,983	$ 187,140,778

2. CASH AND INVESTMENTS, Continued

D. Summary of Cash and Investments, Continued

Cash (deposits) and investments were categorized as follows at June 30, 2004:

	Fund Financial Statements			
	Category 1	Category 2	Uncategorized	Amount
City Treasury:				
Cash Deposits				
Demand deposits	$ 100,000	$ 3,208,767	$ -	$ 3,308,767
Add: Deposits in transit	-	-	-	503,879
Less: Outstanding warrants	-	-	-	(3,082,588)
Total demand deposits	$ 100,000	$ 3,208,767	$ -	$ 730,058
Petty cash		-	20,084	20,084
Total cash deposits	100,000	3,208,767	20,084	750,142
Investments:				
Securities of U.S. Government Agencies	-	115,090,000	-	115,090,000
Local Agency Investment Funds	-	-	26,083,670	26,083,670
Total investments	-	115,090,000	26,083,670	141,173,670
Total City Treasury	100,000	118,298,767	26,103,754	141,923,812
Fiscal Agents:				
Cash/Money Market	-	-	1,245,177	1,245,177
Local Agency Investment Funds	-	-	10,320,664	10,320,664
Securities of U.S. Government Agencies	-	-	-	-
Investment Contract	-	-	33,621,124	33,621,124
Total fiscal agents	-	-	45,186,966	45,186,966
Total cash and investments	$ 100,000	$ 115,090,000	$ 71,270,636	$ 187,110,778

The City had no Category 3 cash and investments.

E. Maturity

Investments held in the City Treasury grouped by maturity date at June 30, 2004, are shown below:

Maturity	Fair Value
Current to one year	$ 26,993,813
One to two years	25,016,875
Two to three years	64,160,000
Three to four years	24,973,124
Four to five years	780,000
Total	$ 141,923,812

3. LOANS AND NOTES RECEIVABLE

At June 30, 2004, loans and notes receivable consisted of the following:

	Balance July 1, 2003	Additions	Deletions	Balance June 30,2004
City Home	$ 195,600	$ 122,915	$ (67,310)	$ 251,205
Business Assistance Program:				
Micro Loan	244,364	75,000	(20,707)	298,658
Code Compliance Assistance	69,117	40,000	(3,073)	106,044
Commercial Rehabilitation Loan	49,622	100,000	(6,903)	142,719
City Officials	347,173	325,000	(347,173)	325,000
Redevelopment Agency:				
Disposition and development agreement - 1993	1,338,396	-	(51,725)	1,286,671
Disposition and development agreement - 1997	444,338	-	(444,338)	-
Disposition and development agreement - 1997	500,000	-	-	500,000
Disposition and development agreements - 2002	30,000	-	(10,000)	20,000
Homebuyer Assistance Program	174,300	-	(22,600)	151,700
CHFA HELP Program Loan	96,804	-	(5,474)	91,330
Housing Preservation Program	959,544	341,744	(175,376)	1,125,912
Total	$ 4,449,258	$ 1,004,659	$ (1,154,678)	$ 4,299,239

A. City Home

The general purpose of the City Home program is to promote neighborhood stabilization, stimulate private reinvestment, and broaden affordable housing opportunities.

The Program is administered by the Housing Authority of San Buenaventura and provides deferred loans, to low-income residents who are first-time homebuyers, for down-payment assistance.

B. Business Assistance Program

There are three components to the Business Assistance Program. The Micro-Loan Program and the Code Compliance Program are available Citywide. The Commercial Rehabilitation Loan Program focuses on established redevelopment and revitalization areas. All loan programs must adhere to adopted Design Guidelines and Design Review requirements where applicable.

The interest rate will be fixed at the cost of City funds, plus two points. The borrower is responsible for repaying the entire loan, plus interest in a timely manner. The maximum term of the loan will not exceed 10 years.

3. LOANS AND NOTES RECEIVABLE, Continued

B. Business Assistance Program, Continued

There are three components of this program:

Micro Loan Program - The primary goal of this program is to create jobs and support the growth and success of small businesses in San Buenaventura. This is a flexible program designed for existing and new small businesses. The minimum loan to any business is $10,000 with a maximum of $25,000.

Code Compliance Assistance Program - The Code Compliance Assistance Program is to support businesses with building code compliance requirements on existing commercial properties. This program is designed to encourage code compliance and public safety in conjunction with Inspection Services.

Commercial Rehabilitation Loan Program - The Commercial Rehabilitation Loan Program is designed to encourage revitalization and renovation of older commercial districts while promoting physical enhancement of commercial property. The program goal is to foster business growth or retention through a more conducive and marketable physical environment. Qualified property owners and businesses may be eligible to receive below market rate loans for façade, construction, or building renovation. This program is targeted to the Downtown Redevelopment Area and the Westside Revitalization Area.

C. City Officials

The City Council has established mortgage assistance benefits by resolution because such benefits are recognized as an important tool to encourage key officials to live in the City. It also provides an added incentive to generate the most qualified pool of applicants for statewide and out-of-state recruitments.

The City has three loans outstanding to City officials for the purpose of mortgage assistance in the purchase of a home. Each is secured by a deed of trust on the property.

The following table summarizes the loan activity:

Date Issued	Original Amount of Loan	Term of Loan	Balance July 1, 2003	Additions	Deletions	Balance June 30, 2004
2000	$ 350,000	10 years	$ 347,173	$ -	$ (347,173)	$ -
2003	325,000	*	-	325,000	-	325,000
Total			$ 347,173	$ 325,000	$ (347,173)	$ 325,000

*The City's share of its equity interest in the Ventura Residence shall be due and payable in full (1) immediately upon the sales of or other transfer of title to the Ventura Residence by Employee (2) within 120 days of the termination of Employee's service as the City Manager of City for any reason whatsoever or (3) within 120 days of the termination of Employee's use of the Ventura Residence as his principal residence.

3. LOANS AND NOTES RECEIVABLE, Continued

D. Redevelopment Agency

Disposition and Development Agreement – 1993 - The Agency entered into a disposition and development agreement in October 1993 to loan a limited partnership $1,520,150 for the purpose of financing the payment of costs and related expenses to enable the borrower to construct improvements on certain property previously owned by the Agency. During fiscal year 1994-95, the Agency loaned an additional $51,850 to the partnership. In October 1996, the loan was renegotiated to add past arrears payments to the principal balance, restructure the debt service payment schedule and reduce the interest rate from 8% to 7% per annum. Commencing in October 1996, interest only payments were begun and took place through December 2001. Beginning in December 2001, the amortized principal amounts have been added to the payments with a final balloon payment of all outstanding amounts due in May 2006. The outstanding amount due the Agency as of June 30, 2004, was $1,286,671.

Disposition and Development Agreement – 1997 - The Agency entered into a disposition and development agreement in October 1997 to loan $500,000 to a limited liability company to construct certain improvements on property within the Agency's Downtown Redevelopment Project Area. The loan is secured by a deed of trust and bears no interest. The total amount is due on the tenth anniversary of the note, which can be forgiven upon the occurrence of certain events. The outstanding amount due to the Agency as of June 30, 2004, was $500,000.

Disposition and Development Agreements – 2002 - The Agency entered into three disposition and development agreements in November 2002 to loan $10,000 each to three trustors to provide low income housing for the residents of the City within the Redevelopment Project Area. The loan is secured by a deed of trust and bears no interest. Repayments of the loans are based on property revenue and other property compliance issues. The total amount is due on the thirtieth anniversary of the note, which can be forgiven upon the occurrence of certain events. The outstanding amount due to the Agency as of June 30, 2004, was $20,000.

Homebuyer Assistance Program - The Agency entered into an agreement on September 13, 1999. The outstanding amount due to the Agency as of June 30, 2004, was $151,700.

3. LOANS AND NOTES RECEIVABLE, Continued

E. CHFA HELP Loans

The primary goal of this program is for rental rehabilitation or seismic improvements of multifamily housing units in designated target areas. The City provided a 3% interest rate, fully amortizing loans for property rehabilitation to landlords for 15 to 30 years. Participating landlords agreed to fix maximum rents at fair market rates established for the HUD Section 8 Program during the term of the HELP Loan. Eligible developments must be occupied by a minimum of 51 percent low-income households, adjusted for family size, as defined by HUD, at the initiation of negotiations between the Landlord and the City. The outstanding balance as of June 30, 2004, was $91,330. The program is no longer active except for existing loans.

F. Housing Preservation Program

Under the Housing Preservation Program (HPP), low interest loans are available to qualifying low and moderate-income households to rehabilitate single-family owner-occupied properties. Special hardship grants are also available on an urgent need basis to address immediate threats to health and safety. The outstanding amount as of June 30, 2004, was $1,125,912.

4. INTERFUND TRANSACTIONS

A. Fund Financial Statements

Due to/from Other Funds

As of June 30, 2004, balances of due to/from other funds were as follows:

	Due from other funds				
Due to other funds	General Fund	Park and Recreation Special Revenue	CIP General Capital Projects	Golf Course Enterprise	**Total**
Certificates of Participation Debt Obligation Debt Service Fund	$ -	$ 1,958,004	$ 432,421	457,075	$ 2,847,500
Non-major Governmental Funds	320,828	-	-		320,828
Total	$ 320,828	$ 1,958,004	$ 432,421	$ 457,075	$ 3,168,328

4. INTERFUND TRANSACTIONS

A. Fund Financial Statements, Continued

Advances to/from Other Funds

As of June 30, 2004, balances of advances to/from other funds were as follows:

Advances from other funds	Advances to other funds General Fund
Redevelopment Agency Capital Projects Fund	$ 13,773,439

The long-term advances consisted of the following:

	Balance 7/1/2003	Additions	Deletions	Balance 6/30/2004
Line of Credit	14,084,677	525,000	(836,238)	13,773,439
	$ 14,084,677	$ 525,000	$ (836,238)	$ 13,773,439

The long-term advances and loans between the Agency and the City have been established through a cooperation agreement, first approved in 1980, describing the operation support provided to the Agency, and the terms and conditions for repayment of City loans or advances. In June 1992, a restated and amended cooperation agreement was adopted for the purpose of restructuring the financial aspects of the relationship.

The agreement calls for the Agency to utilize all available cash at June 30 of each year to repay existing debt. Bonded debt for which the City has previously established a repayment schedule would be excluded. The City may elect to re-loan funds to the Agency, on an as-needed basis, through a line of credit, as described in the agreement.

Currently, the City supports the Agency by making advances for project costs and administrative expenses, and fully reserves the potential line of credit available in the City's General Fund. The Agency's total indebtedness to the City at June 30, 2004, was $13,773,439 and is described in detail below:

Beginning July 1, 1986, the City provided funds to the Agency as a loan, by means of refinancing previously existing indebtedness. The Agency agreed to make annual payments on its share of the refinanced debt through fiscal year 2016 for the retirement of its outstanding indebtedness. The Agency paid it's share during the fiscal year ended June 30, 2004.

4. INTERFUND TRANSACTIONS, Continued

A. Fund Financial Statements, Continued

Outstanding loan balances are being repaid to the City through the collection of tax increments.

All other obligations of the Agency to the City bear interest at a rate equal to the average yield on investments of all other funds, not to exceed 6.00% each fiscal year. The outstanding line of credit balance at June 30, 2004, was $13,773,439.

Transfers

Transfers for the year ended June 30, 2004, were as follows:

	Transfers In								
	Major Funds								
		Special Revenue		Debt Service	Projects Funds	Enterprise			
Transfers Out	General	Gas Tax	Park and Recreation	Certificates of Participation	CIP General	Water	Golf	Internal Service Fund	Non-major Governmental Funds	Total
General Fund	$ -	$ 300,000	$ -	$ 3,318,769	$ 219,000	$ -	$ -	$ -	$ 234,778	$ 4,072,547
Special Revenue Funds:										
Gas Tax	78,119	-	-	-	-	-	-	-	25,778	103,897
Parks and Recreation	160,182	-	-	-	-	-	-	-	118,677	278,859
Debt Service Fund:										
Certificates of Participation-Debt Obligation	-	-	4,481,637	-	2,010,530	-	457,075	-	-	6,949,242
Capital Projects Funds:										
CIP General	638,315	-	-	-	-	-	-	15,000	82,942	736,257
Redevelopment Agency	64,543	-	-	-	-	-	-	-	162,799	227,342
Enterprise Funds										
Sewer and Sanitation	-	12,000	-	-	-	901,249	-	-	45,085	958,334
Water	5,000	15,000	-	-	-	-	-	-	51,438	71,438
Golf	215,000	-	-	1,030,454	-	-	-	-	91,873	1,337,327
Non-major										
Governmentl Funds	43,153	-	-	-	59,999	-	-	-	-	103,152
Internal Service Fund	-	-	-	-	-	-	-	250,000	-	250,000
Total	$ 1,204,312	$ 327,000	$ 4,481,637	$ 4,349,223	$ 2,289,529	$ 901,249	$ 457,075	$ 265,000	$ 813,370	$ 15,088,395

The above transfers resulted from the normal course of the City's operation.

5. LAND AND BUILDINGS HELD FOR RESALE

Balance July 1, 2003	Additions	Deletions	Balance June 30, 2004
$ 1,082,850	$ -	$ -	$ 1,082,850

Land and buildings held for resale are recorded in the merged capital projects fund at the lower of cost or estimated net realizable value. The available fund balance is reserved in an amount equal to the carrying value of land and buildings held for resale because such assets are not available to finance the City's current operations. The amount recorded as assets held for resale and the corresponding fund balance reserved as of June 30, 2004 was $1,082,850.

6. CAPITAL ASSETS

A. Government-Wide Financial Statements

At June 30, 2004, the City's capital assets consisted of the following:

	Government Activities	Business-Type Activities	Total
Non-depreciable assets:			
Land	$ 12,322,448	$ 393,475	$ 12,715,923
Construction in progress	35,016,116	67,930,515	102,946,631
Total non-depreciable assets	47,338,564	68,323,990	115,662,554
Depreciable assets:			
Buildings and improvements	44,473,975	28,927,025	73,401,000
Improvements other than buildings	10,579,571	49,210,108	59,789,679
Machinery and equipment	21,741,934	56,232,053	77,973,987
Infrastructure	70,340,173	-	70,340,173
Total depreciable assets	147,135,653	134,369,186	281,504,839
Less accumulated depreciation for:			
Buildings and improvements	(18,610,491)	(15,979,263)	(34,589,754)
Improvements other than buildings	(3,511,105)	(24,966,975)	(28,478,080)
Machinery and equipment	(12,346,872)	(17,214,457)	(29,561,329)
Infrastructure	(57,532,135)	-	(57,532,135)
Total accumulated depreciation	(92,000,603)	(58,160,695)	(150,161,298)
Total depreciable assets, net	55,135,050	76,208,491	131,343,541
Total capital assets	$ 102,473,614	$ 144,532,481	$ 247,006,095

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for governmental activities:

	Balance July 1, 2003	Additions	Deletions	Balance June 30, 2004
Governmental Activities:				
Capital assets, not being depreciated:				
Land	$ 12,322,448	$ -	$ -	$ 12,322,448
Construction in progress	20,147,366	14,868,750	-	35,016,116
Total capital assets, not being depreciated	32,469,814	14,868,750	-	47,338,564
Capital assets, being depreciated:				
Buildings and improvements	44,437,400	36,575	-	44,473,975
Improvements other than buildings	10,579,571		-	10,579,571
Machinery and equipment	21,227,932	1,564,766	(1,050,764)	21,741,934
Infrastructure	70,322,351	17,822	-	70,340,173
Total capital assets, being depreciated	146,567,254	1,619,163	(1,050,764)	147,135,653
Less accumulated depreciation for:				
Buildings and improvements	(17,663,297)	(947,194)	-	(18,610,491)
Improvements other than buildings	(3,191,298)	(319,807)	-	(3,511,105)
Machinery and equipment	(11,866,690)	(1,316,420)	836,238	(12,346,872)
Infrastructure	(54,673,872)	(2,858,263)	-	(57,532,135)
Total accumulated depreciation	(87,395,157)	(5,441,684)	836,238	(92,000,603)
Total capital assets, being depreciated, net	59,172,097	(3,822,521)	(214,526)	55,135,050
Total governmental activities	$ 91,641,911	$ 11,046,229	$ (214,526)	$ 102,473,614

Depreciation expense in governmental activities for capital assets for the year ended June 30, 2004 was $5,441,684 and was allocated as follows:

General Government	662,794
Human Resources Department	2,798
Administrative Services Department	97,590
Community Development Department	15,986
Community Services Department	87,146
Police Department	423,006
Fire Department	322,568
Public Works Department	3,809,796
	5,421,684

6. CAPITAL ASSETS, Continued

A. Government-Wide Financial Statements, Continued

The following is a summary of capital assets for business-type activities:

	Balance July 1, 2003	Additions	Deletions	Balance June 30, 2004
Business-Type Activities:				
Capital assets, not being depreciated:				
Land	$ 393,475	$ -	$ -	$ 393,475
Construction in progress	53,594,960	14,335,555	-	67,930,515
Total capital assets, not being depreciated	53,988,435	14,335,555	-	68,323,990
Capital assets, being depreciated:				
Buildings and improvements	28,927,025	-	-	28,927,025
Improvements other than buildings	49,210,108	-	-	49,210,108
Machinery and equipment	56,030,548	201,505	-	56,232,053
Total capital assets, being depreciated	134,167,681	201,505	-	134,369,186
Less accumulated depreciation for:				
Buildings and improvements	(15,269,534)	(709,729)	-	(15,979,263)
Improvements other than buildings	(24,223,614)	(743,361)	-	(24,966,975)
Machinery and equipment	(16,108,352)	(1,106,105)	-	(17,214,457)
Total accumulated depreciation	(55,601,500)	(2,559,195)	-	(58,160,695)
Total capital assets, being depreciated, net	78,566,181	(2,357,690)	-	76,208,491
Total business-type activities	$ 132,554,616	$ 11,977,865	$ -	$ 144,532,481

Depreciation expense in business-type activities for capital assets for the year ended June 30, 2004 is composed of the following:

Sewer and Sanitation	$ 1,330,075
Water	1,147,321
Golf Course	63,495
Paramedic Services	18,304
Total depreciation expense	$ 2,559,195

B. Funds Financial Statements

The funds financial statements do not present general government capital assets but are shown in the Reconciliation of the Governmental Funds Balance Sheet to the Government-Wide Statement of Net Assets.

7. STATE WATER PROJECT

On July 6, 1971, the City executed a contract with the Casitas Municipal Water District (CMWD) for the allocation of fifty (50) percent of CMWD's annual entitlement of available water from the State of California Water Plan. In turn, the City assumed the burden of costs, both past and future, in the same proportion. The City's share of existing costs as of the inception of the contract was covered by a contract payable over a twenty (20) year period at four (4) percent interest, and was paid as of June 30, 1990.

The agreement currently in effect runs through the fiscal year ending June 30, 2035, with the right to extend the agreement for continued service. Under this agreement, the City's share of current project costs is paid on an annual basis. This agreement allows the City the option to maintain its right to beneficial use of water from the State Water Line Project. The costs for this project are adjusted semiannually by the State and have been increasing annually. The City's investment (at cost) in the State Water Line Project at June 30, 2004, was $19,056,254, which excludes the actual cost of water from the project.

The City will depreciate these costs when it begins using water from the State of California Water Plan.

8. LONG-TERM DEBT

A. Governmental Activities Long-Term Debt

The Summary of Changes in Long-Term Debt for Governmental Activities for the year ended June 30, 2004 is as follows:

	Balance July 1, 2003	Additions	Deletions	Balance June 30, 2004	Classification: Amounts Due Within One Year	Classification: Amounts Due in More than One Year
Governmental Activities:						
Refunding Lease Revenue Bonds	$ 4,900,000	$ -	$ (335,000)	$ 4,565,000	$ 350,000	$ 4,215,000
Parking Structure Loan	2,876,613	-	(255,689)	2,620,924	255,689	2,365,235
Certificates of Participation - 2001 Series A	2,780,000	-	(155,000)	2,625,000	160,000	2,465,000
Certificates of Participation - 2001 Series C	16,135,000	-	(310,000)	15,825,000	320,000	15,505,000
Certificates of Participation - 2002 Series B	19,510,000		(1,040,000)	18,470,000	1,075,000	17,395,000
Certificates of Participation - 2002 Series D	15,930,000		(215,000)	15,715,000	320,000	15,395,000
Tax Allocation Bonds - 2003	8,000,000		-	8,000,000	205,000	7,795,000
California Energy Commission	187,199	-	(60,543)	126,656	62,385	64,271
Subtotal governmental activities	70,318,812	-	(2,371,232)	67,947,580	2,748,074	65,199,506
Claims and judgements payable (Note 11)	10,086,029	3,501,840	(3,419,436)	10,168,433	2,741,000	7,427,433
Compensated absences payable (Note 1J)	3,902,627	3,471,088	(3,337,357)	4,036,358	436,000	3,600,358
Total governmental activities	$ 84,307,468	$ 6,972,928	$ (9,128,025)	$ 82,152,371	$ 5,925,074	$ 76,227,297

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Refunding Lease Revenue Bonds

On July 1, 1995, the City issued $7,090,000 Refunding Lease Revenue Bonds to refund existing Municipal Improvement Revenue Bonds for the Beach Parking Structure. The interest rate on the Refunding Lease Revenue Bonds ranges from 4.55% to 5.75% and matures in 2014. Debt service payments are scheduled annually in amounts ranging from $610,875 in 2000 to $613,350 in 2014. The balance outstanding as of June 30, 2004, was $ 4,565,000.

The annual debt service requirements for the Lease Revenue Bonds outstanding at June 30, 2004, were as follows:

Year Ending June 30,	Principal	Interest	Total
2005	$ 350,000	$ 259,545	$ 609,545
2006	370,000	240,645	610,645
2007	390,000	220,295	610,295
2008	415,000	198,455	613,455
2009	440,000	174,800	614,800
2010-2014	2,600,000	464,888	3,064,888
Total	$ 4,565,000	$ 1,558,628	$ 6,123,628

Parking Structure Loan

A lease agreement for the beach parking structure premises was established with the issuance of the Municipal Improvement Revenue Series A Bonds (MIRB) in November 1983 and was restructured in July 1995 with the issuance of the Refunding Lease Revenue Bonds discussed above. The lease payments and proportionate share of proceeds are transferred to the City's trustee for handling of the City's obligation. The agreement runs through fiscal year 2014 at which time the City will assume ownership of the parking structure.

On December 16, 1999, in accordance with terms of a certain Purchase Money Note (Note) executed in 1985 and amended on July 1, 1995, between the City and Vengar Associates Limited Partnership (Vengar), Vengar paid off the Note. Because of the pay off of the Note, the principal amount of the parking structure lease was restated at July 1, 1999, to $4,012,574 reflecting the effect of the payoff of the Note, which was being used to offset the debt service on the parking structure lease. Payment terms of the parking structure lease have been modified in such a way as to increase the amount of semi-annual debt service payments. At June 30, 2004, the outstanding balance of the Note was $ 2,620,924.

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

The annual debt service requirements for the Parking Structure Loan outstanding at June 30, 2004, were as follows:

Year Ending June 30,	Principal	Interest	Total
2005	$ 255,689	$ 533,034	$ 788,723
2006	255,689	533,034	788,723
2007	255,689	533,034	788,723
2008	255,689	533,034	788,723
2009	255,689	533,034	788,723
2010-2014	1,342,479	2,798,315	4,140,794
Total	$ 2,620,924	$ 5,463,485	$ 8,084,409

Certificates of Participation – 2001 Series A

Certificates of Participation in the amount of $2,925,000 were issued on December 1, 2001. The Certificates were issued to provide for: (1) the defeasance of $2,960,000 of the City of San Buenaventura 1987 Refunding Certificates of Participation (Capital Improvement Project); (2) to acquire debt service reserve surety bond for the Series A Certificates; and (3) to pay costs in connection with the execution and delivery of the Series A Certificates. The Certificates are due in annual principal installments of $145,000 to $255,000 through 2017. Interest rates range from 3.00% to 4.625% and is payable semi-annually on January 1 and July 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2004, was $ 2,625,000.

A. Governmental Activities Long-Term Debt, Continued

The annual debt service requirements for the 2001 Certificates of Participation outstanding at June 30, 2004 were as follows:

Year Ending June 30,	Principal	Interest	Total
2005	$ 160,000	$ 106,775	$ 266,775
2006	165,000	101,975	266,975
2007	170,000	96,200	266,200
2008	175,000	90,250	265,250
2009	185,000	83,250	268,250
2010-2014	1,770,000	374,344	2,144,344
Total	$ 2,625,000	$ 852,794	$ 3,477,794

8. LONG-TERM DEBT, Continued

Certificates of Participation – 2001 Series C

Certificates of Participation in the amount of $16,345,000 were issued on December 1, 2001. The Certificates were issued to provide for: (1) improvements to the Ventura Community Park, the City Hall Terra Cotta Restoration Project, heating and ventilation improvements to City Hall and city-wide street median improvement programs; (2) to acquire debt service reserve surety bond for the Certificates; and (3) to pay costs in connection with the execution and delivery of the Series A Certificates. The Certificates are due in annual principal installments of $210,000 to $595,000 through 2020. Interest rates range from 3.00% to 4.725% and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2004, was $ 15,825,000.

The annual debt service requirements for the 2001 Series C Certificates of Participation outstanding at June 30, 2004, were as follows:

Year Ending June 30,	Principal	Interest	Total
2005	$ 320,000	$ 758,869	$ 1,078,869
2006	330,000	749,268	1,079,268
2007	340,000	737,718	1,077,718
2008	350,000	725,818	1,075,818
2009	365,000	710,944	1,075,944
2010-2014	2,065,000	3,315,369	5,380,369
2015-2019	2,600,000	2,781,284	5,381,284
2020-2024	3,280,000	2,103,066	5,383,066
2025-2029	4,180,000	1,210,352	5,390,352
2030-2031	1,995,000	158,550	2,153,550
Total	$ 15,825,000	$ 13,251,238	$ 29,076,238

Certificates of Participation – 2002 Series B

Certificates of Participation in the amount of $19,765,000 were issued on October 3, 2002. The Certificates were issued to provide funds for: (1) the defeasance of 1993 Refunding Certificates of Participation and related city lease payment obligations; (2) to acquire debt service reserve surety bond for the Series B Certificates; and (4) to pay certain costs incurred in connection with the execution and delivery of the Series B Certificates. The Certificates are due in annual principal installments of $255,000 to $1,885,000 through 2018. Interest rates range from 3.25% to 5.50% and is payable semi-annually on January 1 and July 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2004, was $18,470,000.

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

The annual debt service requirements for the 2002 Series B Certificates of Participation outstanding at June 30, 2004, were as follows:

Year Ending June 30,	Principal	Interest	Total
2005	$ 1,075,000	$ 914,332	$ 1,989,332
2006	1,115,000	876,706	1,991,706
2007	1,150,000	837,682	1,987,682
2008	1,205,000	785,932	1,990,932
2009	1,260,000	731,706	1,991,706
2010-2014	7,295,000	2,660,060	9,955,060
2015-2018	5,370,000	601,150	5,971,150
Total	$ 18,470,000	$ 7,407,568	$ 25,877,568

Certificates of Participation – 2002 Series D

Certificates of Participation in the amount of $15,930,000 were issued on December 1, 2002. The Certificates were issued to provide funds for: (1) improvements to the Buenaventura Golf Course and the Olivas Park Golf Course; (2) to acquire debt service reserve surety bond for the Certificates; (3) to fund capitalized interest and (4) to pay certain costs incurred in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $215,000 to $980,000 through 2032. Interest rates range from 1.65% to 5.00% and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2004, was $15,715,000.

The annual debt service requirements for the 2002 Series D Certificates of Participation outstanding at June 30, 2004 were as follows:

Year Ending June 30,	Principal	Interest	Total
2005	$ 320,000	$ 708,279	$ 1,028,279
2006	325,000	701,879	1,026,879
2007	335,000	694,405	1,029,405
2008	345,000	685,359	1,030,359
2009	355,000	675,008	1,030,008
2010-2014	1,965,000	3,176,192	5,141,192
2015-2019	2,405,000	2,735,624	5,140,624
2019-2024	3,020,000	2,119,750	5,139,750
2025-2029	3,840,000	1,296,000	5,136,000
2030-2032	2,805,000	285,000	3,090,000
Total	$ 15,715,000	$ 13,077,496	$ 28,792,496

8. LONG-TERM DEBT, Continued

A. Governmental Activities Long-Term Debt, Continued

Tax Allocation Bonds – 2003

Tax Allocation Bonds in the amount of $8,000,000 were issued on June 1, 2003. The Bonds were issued to provide funds to (1) repay certain advances made by the City of San Buenaventura to the Agency; (2) fund a Reserve Account for the Bonds; and (3) pay costs of issuance of the Bonds. The Bonds are due in annual principal installments of $205,000 to $495,000 through 2028. Interest rates range from 2.00% to 4.25% and is payable semi-annually on February 1 and August 1. Funding sources for the repayment are tax revenue allocated to the Agency from the project area. The total amount outstanding as of June 30, 2004, was $8,000,000.

The annual debt service requirements for the 2003 Tax Allocation Bonds outstanding at June 30, 2004 were as follows:

Year Ending June 30,	Principal	Interest	Total
2005	$ 205,000	$ 279,332	$ 484,332
2006	240,000	274,882	514,882
2007	245,000	270,032	515,032
2008	250,000	265,082	515,082
2009	255,000	259,714	514,714
2010-2014	1,380,000	1,189,643	2,569,643
2015-2019	1,610,000	944,764	2,554,764
2020-2024	1,950,000	602,669	2,552,669
2025-2028	1,865,000	162,457	2,027,457
Total	$ 8,000,000	$ 4,248,575	$ 12,248,575

California Energy Commission

On August 20, 2001, a low-interest loan was made with the California Energy Commission to convert incandescent street signal lights to Light Emitting Diodes. The loan has an interest rate of 3% and a four-year repayment schedule with eight equal payments of $32,861. Repayment will be made from the savings in electrical utility payments resulting from the conversion. The balance outstanding as of June 30, 2004, was $126,656.

B. *Long-Term Debt of Business-Type Activities and Proprietary Funds*

The summary of changes in long-term debt of business-type activities for the year ended June 30, 2004 is as follows:

	Balance July 1, 2003	Additions	Deletions	Balance June 30, 2004	Classification: Amounts Due Within One Year	Classification: Amounts Due in More than One Year
Business-Type Activities:						
Sewer Revenue Refunding Bonds	$ 7,595,000	$ -	$ (470,000)	$ 7,125,000	$ 495,000	$ 6,630,000
Less unamortized :						
Deferral on refunding	(408,304)	-	34,025	(374,279)	-	(374,279)
Sewer Revenue Refunding Bonds, net	7,186,696	-	(435,975)	6,750,721	495,000	6,255,721
Water Revenue Refunding Bonds	13,085,000	27,410,000	(13,085,000)	27,410,000	880,000	26,530,000
Less unamortized :						
Bond premium	-	608,591	(33,811)	574,780	-	574,780
Deferral on refunding	-	(1,178,934)	65,496	(1,113,438)	-	(1,113,438)
Water Revenue Refunding Bonds, net	13,085,000	26,839,657	(13,053,315)	26,871,342	880,000	25,991,342
Total business-type activities	$ 20,271,696	$ 26,839,657	$ (13,489,290)	$ 33,622,063	$ 1,375,000	$ 32,247,063

Sewer Revenue Refunding Bonds

On June 5, 1996, $10,360,000 Sewer Revenue Refunding Bonds were issued to refund the City's Sewer Revenue Refunding Bonds, Series 1986. The bonds have interest rates varying from 4.25% to 5.60% per annum and mature in increasing annual payments ranging from $877,330 in fiscal year 1999 to $835,000 in fiscal year 2015.

Total Sewer Revenue Refunding Bonds outstanding as of June 30, 2004, net of unamortized deferral on refunding were as follows:

Principal outstanding at June 30, 2004	$ 7,125,000
Less unamortized deferral on refunding	(374,279)
Net Bonds outstanding at June 30, 2004	$ 6,750,721

8. LONG-TERM DEBT, Continued

B. Long-Term Debt of Business-Type Activities and Proprietary Funds, Continued

The annual debt service requirements for the Sewer Revenue Refunding Bonds outstanding at June 30, 2004 were as follows:

Year Ending June 30,	Principal	Interest	Total
2005	$ 495,000	$ 385,738	$ 880,738
2006	520,000	360,988	880,988
2007	545,000	334,468	879,468
2008	570,000	305,855	875,855
2009	605,000	275,360	880,360
2010-2014	3,555,000	838,284	4,393,284
2015	835,000	45,924	880,924
Total	$ 7,125,000	$ 2,546,617	$ 9,671,617

The advance refunding resulted in a difference between the reacquisition price and the net carrying amount of the Sewer Revenue Refunding Bonds, Series 1986. This difference is considered to be deferral on refunding. The deferral on refunding, reported in the basic financial statements as a deduction from bonds payable, is amortized on a straight-line method over 19 years.

The following is a summary of unamortized deferral on refunding outstanding at June 30, 2004:

Balance July 1, 2003	Additions	Deletions	Balance June 30, 2004
$ 408,304	$ -	$ (34,025)	$ 374,279

Amortization expense was $34,025 for June 30, 2004.

Water Revenue Refunding Bonds

Certificates of Participation in the amount of $27,410,000 were issued on March 1, 2004. The Certificates were issued to provide for: (1) the defeasance of $12,615,000 of the City of San Buenaventura 1993 Water Revenue Refunding Bonds; (2) finance improvements to the City's water system; (3) fund a reserve fund for the Certificates; and (4) pay costs in connection with the execution and delivery of the Certificates. The Certificates are due in annual principal installments of $880,000 to $1,610,000 through 2033. Interest rates range from 3.00% to 5.00% and is payable semi-annually on October 1 and April 1. Funding sources for the repayment are lease payments made by the City to the Public Facilities Financing Authority. The total amount outstanding as of June 30, 2004, was $27,410,000.

8. LONG-TERM DEBT, Continued

B. Long-Term Debt of Business-Type Activities and Proprietary Funds, Continued

Total Water Revenue Refunding Bonds outstanding as of June 30, 2004, net of unamortized bond premium and deferral on refunding were as follows:

Principal outstanding at June 30, 2004	$	27,410,000
Less unamortized bond premium	$	574,780
Less unamortized deferral on refunding		(1,113,438)
Net Bonds outstanding at June 30, 2004	$	26,871,342

The annual debt service requirements for the Water Revenue Refunding Bonds outstanding at June 30, 2004 were as follows:

Year Ending June 30,	Principal	Interest	Total
2005	$ 880,000	$ 1,202,325	$ 2,082,325
2006	505,000	1,181,550	1,686,550
2007	525,000	1,166,100	1,691,100
2008	540,000	1,151,475	1,691,475
2009	550,000	1,136,475	1,686,475
2010-2014	3,055,000	5,383,576	8,438,576
2015-2019	3,690,000	4,722,887	8,412,887
2020-2024	4,525,000	3,834,900	8,359,900
2025-2029	5,795,000	2,589,625	8,384,625
2030-2034	7,345,000	951,625	8,296,625
Total	$ 27,410,000	$ 23,320,538	$ 50,730,538

The current refunding resulted in a difference between the reacquisition price and the net carrying amount of the 1993 Water Revenue Refunding Bonds. This difference of $1,178,934 is considered a deferral on refunding. The deferral on refunding, reported in the basic financial statements as a deduction from bonds payable, is amortized on a straight-line method over 18 years as is the bond premium. This current refunding will reduce total debt service payments over the next 30 years by $1.2 million, resulting in an economic loss of ($260,000).

The following is a summary of unamortized bond premium and deferral on refunding outstanding at June 30, 2004:

	Balance July 1, 2003	Additions	Deletions	Balance June 30, 2004
Bond premium	$ -	$ 1,178,934	$ (65,496)	$ 1,113,438
Deferral on refunding	-	(608,591)	33,811	(574,780)
Total	$ -	$ 570,343	$ (31,685)	$ 538,658

Net amortization expense was $31,685 for June 30, 2004.

9. DEFERRED REVENUES

Deferred revenues at June 30, 2004, are reported as follows:

General Fund:		
Business license tax	$	345,055
Recreational activities		311,379
Waste Management		982
Cycle 7 grant		28,758
Cycle 8 grant		27,253
Total General Fund		713,427
Speecial Revenue Fund:		
Law Enforcement		118,469
Gas Tax: Department of Transportation		1,377,517
Total Special Revenue Fund		1,495,986
Capital Projects Funds:		
CIP General:		
EP Foster Library		60,000
Housing and Community Development Block Grant		
HCDA Block Grant Money		165,407
City Home Match		150,600
Total capital projects funds		376,007
Total deferred revenues	$	2,585,420

10. FUND BALANCES FOR GOVERNMENTAL FUNDS

A. Reservation and Designation of Fund Balances

Fund balances at June 30, 2004 for the governmental funds have been reserved and designated for the following purposes:

	Major Funds							
	General Fund	Gas Tax Special Revenue	Park and Recreation Special Revenue	Certificates of Participation Debt Obligation Debt Service	CIP General Capital Projects	Redevelopment Agency Capital Projects	Other Governmental Funds	Total Governmental Funds
Reserved:								
Encumbrances	$ 1,439,207	$ -	$ -	$ -	$ -	$ 416,975	$ 2,500	$ 1,858,682
Petty cash	6,410	-	-	-	-	-	-	6,410
Advances to Redevelopment Agency	13,773,439	-	-	-	-	-	-	13,773,439
Prepaid items	4,444	-	-	-	-	-	-	4,444
Inventories	366,238	-	-	-	-	-	-	366,238
Assets held for resale	-	-	-	-	-	1,082,850		1,082,850
Loans and notes receivable	-	-	-	-	-	1,933,272	866,335	2,799,607
Investment in Portobello bonds	1,415,000	-	-	-	-	-	-	1,415,000
Debt service	-	-	-	23,834,455	-	-	7,598,436	31,432,891
Total reserved	17,004,738	-	-	23,834,455	-	3,433,097	8,467,271	52,739,561
Unreserved, designated:								
Contingencies	12,000,000	-	-	-	-	-	-	12,000,000
Other*	14,009,715	8,708,270	10,583,327	-	8,199,217		1,954,161	43,454,690
Total unreserved, designated	26,009,715	8,708,270	10,583,327	-	8,199,217	-	1,954,161	55,454,690
Unreserved, undesignated:								
General Fund	4,085,445	-	-	-	-	-	-	4,085,445
Special revenue funds	-	4,742,174	1,533,880	-	-	-	1,465,748	7,741,802
Capital projects funds	-	-	-	-	742,689	(11,264,724)	1,523,354	(8,998,681)
Total fund balances	$ 47,099,898	$ 13,450,444	$ 12,117,207	$ 23,834,455	$ 8,941,906	$ (7,831,627)	$ 13,410,534	$ 111,022,817
***Other**								
Maintenance budget	$ 5,076,277	$ -	$ -	$ -	$ -	$ -	$ -	$ 5,076,277
Police K-9	20,597	-	-	-	-	-	-	20,597
Available RDA	52,395	-	-	-	-	-	-	52,395
Downtown commercial rehab	573,903	-	-	-	-	-	-	573,903
Code compliance	276,209	-	-	-	-	-	-	276,209
Storm water compliance	456,277	-	-	-	-	-	-	456,277
RDA formation	200,000	-	-	-	-	-	-	200,000
Park maintenance	470,000	-	-	-	-	-	-	470,000
Maintenance carry over	355,375	-	-	-	-	-	-	355,375
Debt Service	1,100,000	-	-	-	-	-	-	1,100,000
Housing Prservation	358,524	-	-	-	-	-	-	358,524
CIP carry over	5,070,158	8,708,270	10,583,327	-	8,199,217	-	1,954,161	34,515,133
Total other	$ 14,009,715	$ 8,708,270	$ 10,583,327	$ -	$ 8,199,217	$ -	$ 1,954,161	$ 43,454,690

10. FUND BALANCES FOR GOVERNMENTAL FUNDS

B. Deficit Fund Balances

For the year ended June 30, 2004, the following fund had deficit fund balances:

Capital Projects Fund:	
Redevelopment Agency	$ 7,831,627
Internal Service Fund:	
Workers' Compensation	$ 3,306,486

The Redevelopment Agency Capital Projects Fund had a fund deficit of $7,831,627, which will be reduced through the payments made to the advance from the City.

The Workers' Compensation Internal Service Fund had a fund deficit of $3,306,486. The City plans to review the rates charged to departments for workers' compensation insurance.

11. SELF-INSURANCE ACCRUED LIABILITIES

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City is self-insured up to $500,000 for each workers' compensation claim, up to $1,000,000 for each general liability claim, and up to $15,000 for each property damage claim. The City accounts for and finances its uninsured risks of loss in the Workers' Compensation Fund and Risk Management Fund. Excess insurance purchased from commercial carriers supplies excess coverage for each workers' compensation claim and up to $10,000,000 for each general liability claim. Settled claims have not exceeded this commercial coverage in any of the past seven fiscal years.

The claims liabilities in each of the self-insurance internal service funds are based on the results of actuarial studies and include amounts for claims incurred but not reported. Claims liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. General and workers' compensation liabilities are carried at an actuarially determined rate. It is the City's practice to obtain full actuarial studies biannually for general liability and workers' compensation coverage. Premiums are charged by the internal service self-insurance funds using various allocation methods that include actual costs, trends in claims experience and number of participants. Revenues of the internal service self-insurance funds are expended to provide adequate resources to allay program administrative costs, preventative measures and to meet liabilities as they become due. Claims and judgments are generally liquidated by the Internal Service Fund.

11. SELF-INSURANCE ACCRUED LIABILITIES, Continued

The aggregate change in the balance of claims liabilities for the internal service self-insurance funds were as follows:

	June 30, 2004	June 30, 2003
Unpaid claims, beginning of year	$ 10,086,029	$ 9,164,571
Incurred claims and changes in estimates	2,972,005	11,832,416
Claim payments	(2,889,601)	(9,269,380)
Unpaid claims, end of year	$ 10,168,433	$ 11,727,607
Current portion	$ 2,741,000	$ 2,700,000
Noncurrent portion	7,427,433	7,386,029
Total claims and judgement payable	$ 10,168,433	$ 10,086,029

12. PENSION PLANS

A. California Public Employees' Retirement Plan (PERS)

Plan Description - The City contributes to the California Public Employees' Retirement System (PERS), an agent multiple-employer public employee defined benefit pension plan. PERS provides retirement and disability benefits, annual cost-of-living adjustments, and death benefits to plan members and beneficiaries. PERS acts as a common investment and administrative agent for participating public entities within the State of California. Benefit provisions and all other requirements are established by state statute and city ordinance. Copies of PERS' annual financial report may be obtained from their Executive Office located at 400 P Street, Sacramento, California 95814.

Funding Policy - Active members are required by State statute to contribute 7% of their annual salary if a Miscellaneous member, and 15% if a Safety member. The City makes the required employee contributions for all Miscellaneous employees and Safety employees in the Fire, Fire Management, Police, Police Management and for the Fire Chief and Police Chief, which amounted to $2,990,877 for the year ended June 30, 2004. (Police Unit employees pay their own 9%) The City's employer required contributions rate for Safety employees was 15.64% for the fiscal year. No employer contributions were required for miscellaneous employees due to the overfunded actuarial accrued liability.

Annual Pension Cost - For 2003-2004, the City's annual pension cost of $2,990,877 for PERS was equal to the City's required and actual contributions. The required contribution was determined as part of the June 30, 2003, actuarial valuation using the entry age normal actuarial cost method. The actuarial assumptions included: (a) 7.75% investment rate of return (net of administrative expenses), (b) projected salary increases range from 3.25% to 14.4% for miscellaneous employees and 3.25% to 11.1% for safety employees depending on age, service, and type of employment, and (c) 2% per year cost-of-living adjustments.

12. PENSION PLANS, Continued

A. California Public Employees' Retirement Plan (PERS), Continued

Both (a) and (b) included an inflation component of 3.0%. The actuarial value of PERS assets was determined using techniques that smooth the effects of short-term volatility in the market value of investments over a three-year period. PERS unfunded actuarial accrued liability (or surplus) is being amortized as a level percentage of projected payroll on a closed basis. The amortization period at June 30, 2003, was 20 years for miscellaneous employees and 18 years for safety employees for prior and current service unfunded liability.

THREE-YEAR TREND INFORMATION FOR PERS

Fiscal Year	Pension Cost (APC)	APC Contributed	Net Pension Obligation
6/30/2002	$ 1,163,965	100%	-
6/30/2003	872,224	100%	-
6/30/2004	2,990,877	100%	-

13. JOINT VENTURE TRANSACTIONS

A. South Coast Area Transit

The City is a participant in a joint venture agreement with the cities of Port Hueneme, Ojai, Oxnard and the County of Ventura for investment in a public bus transportation system, South Coast Area Transit (SCAT). As of June 30, 2004, the City held a 37.94% interest in SCAT based upon the number of service miles in the City. The City's net equity in SCAT accounted for under the equity method was $3,877,491 or 39.92% at June 30, 2003. The City's share of SCAT's net operating loss was $716,238 for the fiscal year ended June 30, 2004, and the City's share of SCAT's capital grants was $569,612 resulting in a net decrease in equity in fiscal year 2003-2004 of $294,244. Complete separate financial statements are available from the SCAT office at 301 East Third Street, Oxnard, CA 93030.

14. COMMITMENTS AND CONTINGENCIES

A. Lawsuits in the Normal Course of Business

The City is presently involved in certain matters of litigation that have arisen in the normal course of conducting City business. City management believes, based upon consultation with the City Attorney, that these cases, in the aggregate, are not expected to result in a material adverse financial impact on the City. Additionally, City management believes that the City's insurance programs are sufficient to cover any potential losses should an unfavorable outcome materialize.

B. Agreement with Macerich Buenaventura Limited Partnership

The City entered into an agreement with Macerich Buenaventura Limited Partnership (Developer) for the development of Pacific View Mall (Mall), which is located within the City's boundaries. The Developer agreed to make improvements to the Mall in exchange for sales tax rebates. The improvements include

14. COMMITMENTS AND CONTINGENCIES, Continued

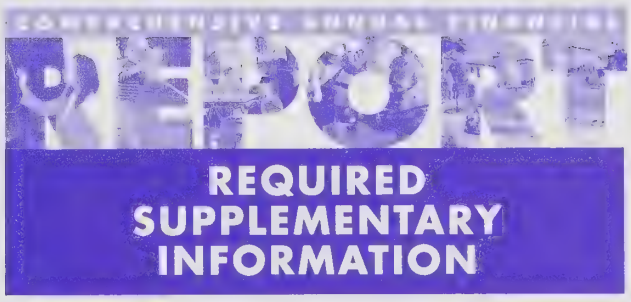
B. Agreement with Macerich Buenaventura Limited Partnership

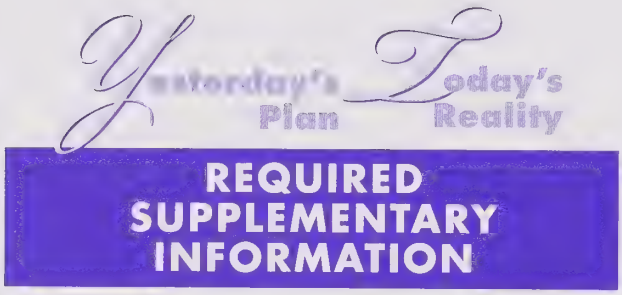
three projects on-site, off-site, and transit facility improvements. Upon completion of the projects, the on-site and transit facility assets will be the property of the Developer. The off-site improvements are public domain assets and will be donated to the City by the Developer. The agreement provides for 80% sales tax revenue rebates to the Developer over a base amount calculated as average sales tax revenue before the improvements are made. Payments are to be made for twenty years, beginning February 1, 2001, or until a maximum dollar amount of $32,300,000 (for all three projects) has been dispersed, whichever comes first. Total payments made by the City as of June 30, 2004 were $2,597,335. If the twenty years has elapsed and the maximum dollar amount has not been reached, the Developer has the right to appeal for further payments for an additional two years. The City does have the option to prepay the maximum dollar amount. There is no minimum amount due and if sales tax revenues do not exceed the base level, the City's payments would be zero.

C. Federal and State Grant Programs

The City participates in several federal and state grant programs. These programs have been audited by the City's independent auditors in accordance with the provisions of the federal Single Audit Act, as amended, and applicable state requirements. No cost disallowances were proposed as a result of these audits. However, these programs are still subject to further examination by the grantors and the amount, if any, of expenditures, which may be disallowed by the granting agencies, cannot be determined at this time. The City expects such amounts, if any, to be immaterial.

As of June 30, 2004, in the opinion of City management, there were no additional outstanding matters that would have a significant effect on the financial position of the funds of the City.


REPORT
REQUIRED
SUPPLEMENTARY
INFORMATION


Yesterday's Plan
Today's Reality
REQUIRED SUPPLEMENTARY INFORMATION

City of San Buenaventura
Required Supplementary Information
For the year ended June 30, 2004

1. BUDGETARY INFORMATION

Through the budget, the City Council sets the direction of the City, allocates its resources and establishes its priorities. The Annual Budget assures the efficient and effective use of the City's economic resources, as well as establishing that the highest priority objectives are accomplished.

The Annual Budget serves the fiscal period July 1 to June 30, and is a vehicle that accurately and openly communicates these priorities to the community, businesses, vendors, employees and other public agencies. Additionally, it establishes the foundation of effective financial planning by providing resource planning, and controls that permit the evaluation and adjustment of the City's performance.

The City prepares a one-year budget. The annual budgets are adopted on a basis consistent with generally accepted accounting principles for the General, special revenue and debt service funds. All annual appropriations expire at the end of the year. Capital projects funds adopt project-length plans.

The Administrative Services Department, working with all operating departments and the City Manager, develops a preliminary budget. On or before May 1 each year, the City Manager transmits the proposed budget to the City Council. The proposed budget includes both the sources and types of funds for the proposed expenditures. The City Council conducts public hearings on the proposed budget prior to June 30. On or before July 1, the budget is adopted and enacted by the City Council.

The appropriated budget is prepared by fund, department, and division. City department heads may make transfers of appropriations within their department. All transfers between departments require approval of the City Council. The legal level of budgetary control is at the department level for the General Fund and at the fund level for all other governmental funds. Appropriation revisions made during the year ended June 30, 2004, were not significant.

Encumbrance accounting is employed in governmental funds. Encumbrances (e.g., purchase orders, contracts) outstanding at year-end are reported as reservations of fund balances and do not constitute expenditures or liabilities. The commitments will be re-appropriated and honored in the subsequent year

1. BUDGETARY INFORMATION, Continued

Following are the budget comparison schedules for the General Fund and all major special revenue funds.

Budget Comparison Schedule, General Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 50,060,368	$ 50,060,368	$ 50,060,368	$ -
Resources (inflows):				
Taxes	49,264,146	49,264,146	50,170,091	905,945
Licenses and permits	1,026,176	1,066,176	1,337,911	271,735
Intergovernmental	6,813,195	7,214,959	5,306,943	(1,908,016)
Charges for services	6,233,068	6,326,568	6,849,090	522,522
Fine and forfeitures	1,487,085	1,487,085	1,734,950	247,865
Use of money and property	2,642,322	2,659,712	2,011,501	(648,211)
Other revenue	1,148,998	1,314,823	2,117,719	802,896
Transfers from other funds	1,067,000	1,226,193	1,204,312	(21,881)
Amount available for appropriations	69,681,990	70,559,662	70,732,517	172,855
Charges to appropriations (outflows):				
General government	12,649,618	4,630,211	3,964,093	666,118
Human resources	2,844,495	2,910,904	2,163,885	747,019
Administrative services	4,484,452	4,736,029	4,117,355	618,674
Community development	3,491,498	4,709,837	2,953,387	1,756,450
Community services	5,842,419	6,120,556	5,575,664	544,892
Public safety - police	23,437,095	23,710,904	23,490,447	220,457
Public safety - fire	15,123,049	15,500,839	14,878,097	622,742
Public works	12,710,220	13,709,702	12,179,347	1,530,355
Capital outlays	161,685	493,658	298,165	195,493
Transfers to other funds	3,944,846	4,170,330	4,072,547	97,783
Total charges to appropriations	84,689,377	80,692,970	73,692,987	6,999,983
Excess of resources over (under) charges to appropriations	(15,007,387)	(10,133,308)	(2,960,470)	7,172,838
Fund balance, June 30	$ 35,052,981	$ 39,927,060	$ 47,099,898	$ 7,172,838

1. BUDGETARY INFORMATION, Continued

Budget Comparison Schedule, Gas Tax Special Revenue Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 16,212,238	$ 16,212,238	$ 16,212,238	$ -
Resources (inflows):				
Taxes	1,000,000	1,000,000	2,514,445	1,514,445
Intergovernmental	9,067,510	12,795,292	3,839,246	(8,956,046)
Use of money and property	577,691	577,691	186,334	(391,357)
Other	-	281,259	150,724	(130,535)
Transfers from other funds	300,000	327,000	327,000	-
Amount available for appropriations	10,945,201	14,981,242	7,017,749	(7,963,493)
Charges to appropriations (outflows):				
Capital outlays	17,469,680	25,345,298	9,675,646	15,669,652
Transfers to other funds	100,000	125,778	103,897	21,881
Total charges to appropriations	17,569,680	25,471,076	9,779,543	15,691,533
Excess of resources over (under) charges to appropriations	(6,624,479)	(10,489,834)	(2,761,794)	7,728,040
Fund balance, June 30	$ 9,587,759	$ 5,722,404	$ 13,450,444	$ 7,728,040

1. BUDGETARY INFORMATION, Continued

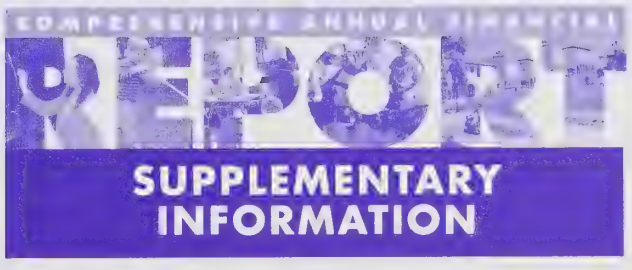
Budget Comparison Schedule, Park and Recreation Special Revenue Fund

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 11,848,280	$ 11,848,280	$ 11,848,280	$ -
Resources (inflows):				
Taxes	395,780	395,780	529,553	133,773
Intergovernmental	-	1,446,616	-	(1,446,616)
Use of money and property	365,302	365,302	133,096	(232,206)
Other	375,455	717,849	402,872	(314,977)
Transfers from other funds	-	6,326,550	4,481,637	(1,844,913)
Amount available for appropriations	1,136,537	9,252,097	5,547,158	(3,704,939)
Charges to appropriations (outflows):				
Capital outlays	12,532,305	18,513,463	4,999,372	13,514,091
Transfers to other funds	150,000	278,859	278,859	-
Total charges to appropriations	12,682,305	18,792,322	5,278,231	13,514,091
Excess of resources over (under) charges to appropriations	(11,545,768)	(9,540,225)	268,927	9,809,152

2. DEFINED PENSION PLAN

A schedule of funding progress for the year ended June 30 2004, including the past three actuarial valuations is presented below.

	Actuarial Valuation Date	Actuarial Asset Value	Entry Age Actuarial Accrued Liability	Underfunded (Overfunded) Actuarial Accrued Liability	Funded Ratio	Covered Payroll	Underfunded (Overfunded) Actuarial Liability as Percentage of Covered Payroll
Miscellaneous	06/30/01	$ 114,571,592	$ 87,413,580	$ (27,158,012)	131.1%	$ 20,454,373	-132.8%
Employees Group	06/03/02	108,445,041	95,913,346	$ (12,531,695)	113.1%	22,759,254	-55.1%
	06/03/03	110,479,580	111,165,723	$ 686,143	99.4%	24,464,258	2.8%
Safety	06/30/01	$ 135,273,368	$ 136,515,478	$ 1,242,110	99.1%	$ 13,567,954	9.2%
Employees Group	06/03/02	126,446,680	145,907,972	$ 19,461,292	86.7%	14,349,788	135.6%
	06/03/03	126,665,277	157,501,879	$ 30,836,602	80.4%	15,418,163	200.0%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NON-MAJOR
GOVERNMENTAL FUNDS

Yesterday's Plan Today's Reality

NON-MAJOR GOVERNMENTAL FUNDS

Supplemental Law Enforcement Services Fund – To account for the enactment of Assembly Bill 3229 in the California State Budget to be used for front-line municipal police services.

Law Enforcement Fund – To account for revenue and costs related to special narcotics investigations and for providing police services on a contractual basis to other entities.

Public Art Fund – To account for revenue and expenditures related to the City's Public Art Program.

Maintenance Assessment Districts – To account for funds held in trust by the City as collected from property assessments to be used for maintenance for improvements such as landscape and lighting.

Street Lighting Fund – To account for street lighting revenue and expenditures for the City.

City of San Buenaventura Municipal Improvement Revenue Bonds Fund – To account for the accumulation of resources and payment of long-term debt principal and interest for the parking structure leaseback and Revenue Refunding Bonds.

Redevelopment Agency Debt Service Fund – To account for the accumulation of resources and payment of general long-term debt principal and interest by the Redevelopment Agency.

Housing and Community Development Block Grant Capital Projects Fund – To account for the revenue and expenditures related to Federal community development block grants.

Portobello Dredging Fund – To account for improvements and dredging of the Portobello canal.

City of San Buenaventura
Combining Balance Sheet
Non-Major Governmental Funds
June 30, 2004

	Special Revenue			
	Supplemental Law Enforcement Services	Law Enforcement	Public Art	Maintenance Assessment
ASSETS				
Assets:				
Cash and investments	$ 7,819	$ -	$ 2,656,884	$ 145,995
Restricted cash and investments	-	-	-	-
Accounts receivable, net	-	-	-	-
Due from others	-	-	-	1,222
Due from other governments	-	555,375	-	4
Loans and notes receivable	-	-	-	-
Total assets	$ 7,819	$ 555,375	$ 2,656,884	$ 147,221
LIABILITIES AND FUND BALANCES				
Liabilities:				
Accounts payable	$ -	$ 74,206	$ 2,297	$ 2,025
Contract payable	-	-	-	-
Deferred revenue	-	118,469	-	-
Due to other governments	-	-	-	-
Due to other funds	-	320,827	-	-
Total liabilities	-	513,502	2,297	2,025
Fund Balances:				
Reserved:				
Encumbrances	-	-	2,500	-
Loans and notes receivable	-	-	-	-
Debt service	-	-	-	-
Unreserved, designated:				
Other	-	12,500	1,497,661	-
Unreserved, undesignated				
Special revenue funds	7,819	29,373	1,154,426	145,196
Capital projects funds	-	-	-	-
Total fund balances	7,819	41,873	2,654,587	145,196
Total liabilities and fund balances	$ 7,819	$ 555,375	$ 2,656,884	$ 147,221

Special Revenue	Debt Service		Capital Projects		
Street Lighting	Municipal Improvement Revenue Bonds	Redevelopment Agency	Housing and Community Development Block Grant	Portobello Dredging	Total Other Governmental Funds
$ 174,408	$ 5,706,246	$ -	$ 1,287,937	$ 1,256,314	$ 11,235,603
-	1,359,855	532,335	-	-	1,892,190
27,528	-	-	-	-	27,528
-	-	-	-	-	1,222
461	-	-	165,407	-	721,247
-	-	-	1,469,778	-	1,469,778
$ 202,397	$ 7,066,101	$ 532,335	$ 2,923,122	$ 1,256,314	$ 15,347,568
			2,923,122		
$ 73,463	$ -	$ -	$ 83,088	$ -	$ 235,079
-	-	-	3,202	-	3,202
-	-	-	316,007	-	434,476
-	-	-	943,450	-	943,450
-	-	-	-	-	320,827
73,463	-	-	1,345,747	-	1,937,034
-	-	-	-	-	2,500
-	-	-	866,335	-	866,335
-	7,066,101	532,335	-	-	7,598,436
-	-	-	444,000	-	1,954,161
128,934	-	-	-	-	1,465,748
-	-	-	267,040	1,256,314	1,523,354
128,934	7,066,101	532,335	1,577,375	1,256,314	13,410,534
$ 202,397	$ 7,066,101	$ 532,335	$ 2,923,122	$ 1,256,314	$ 15,347,568

City of San Buenaventura
Combined Statement of Revenues, Expenditures and Changes in Fund Balances
Non-Major Governmental Funds
For the year ended June 30, 2004

	Special Revenue			
	Supplemental Law Enforcement Services	Law Enforcement	Public Art	Maintenance Assessment
REVENUES:				
Taxes	$ -	$ -	$ -	$ 68,548
Intergovernmental	155,368	509,337	-	14,573
Charges for services	-	459	-	-
Use of money and property	1,684	876	24,634	4,159
Other	-	22,564	-	-
Total revenues	157,052	533,236	24,634	87,280
EXPENDITURES:				
Current:				
Public works	-	-	-	120,146
Public safety - police	334,305	528,107	-	-
Capital outlays	-	78,572	145,406	-
Debt service:				
Principal retirement	-	-	-	-
Interest and other charges	-	-	-	-
Total expenditures	334,305	606,679	145,406	120,146
REVENUES OVER (UNDER) EXPENDITURES	(177,253)	(73,443)	(120,772)	(32,866)
OTHER FINANCING SOURCES (USES):				
Transfers in	159,119	45,659	415,793	-
Transfers out	-	-	-	-
Total other financing sources (uses)	159,119	45,659	415,793	-
Net change in fund balances	(18,134)	(27,784)	295,021	(32,866)
FUND BALANCES:				
Beginning of year	25,953	69,657	2,359,566	178,062
End of year	$ 7,819	$ 41,873	$ 2,654,587	$ 145,196

Special Revenue	Debt Service		Capital Projects		
Street Lighting	Municipal Improvement Revenue Bonds	Redevelopment Agency	Housing and Community Development Block Grant	Portobello Dredging	Total Other Governmental Funds
$ -	$ -	$ -	$ -	$ -	$ 68,548
7,146	-	-	524,020	-	1,210,444
886,592	-	-	-	-	887,051
1,515	93,382	12,088	38,895	9,011	186,244
1,617	-	-	241,546	-	265,727
896,870	93,382	12,088	804,461	9,011	2,618,014
972,080	-	-	-	-	1,092,226
-	-	-	-	-	862,412
-	-	-	702,025	79,841	1,005,844
-	590,689	-	-	-	590,689
-	900,879	194,599	-	-	1,095,478
972,080	1,491,568	194,599	702,025	79,841	4,646,649
(75,210)	(1,398,186)	(182,511)	102,436	(70,830)	(2,028,635)
-	-	162,799	30,000	-	813,370
(9,152)	(60,000)	-	(34,000)	-	(103,152)
(9,152)	(60,000)	162,799	(4,000)	-	710,218
(84,362)	(1,458,186)	(19,712)	98,436	(70,830)	(1,318,417)
213,296	8,524,287	552,047	1,478,939	1,327,144	14,728,951
$ 128,934	$ 7,066,101	$ 532,335	$ 1,577,375	$ 1,256,314	$ 13,410,534

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Certificates of Participation Debt Obligation Debt Service Fund

For the year ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 30,060,482	$ 30,060,482	$ 30,060,482	$ -
Resources (inflows):				
Use of money and property	207,213	207,213	742,597	535,384
Transfers from other funds	4,260,394	4,386,180	4,349,223	(36,957)
Amount available for appropriation	4,467,607	4,593,393	5,091,820	498,427
Charges to appropriations (outflows):				
Principal	1,720,000	1,720,000	1,720,000	-
Interest and fiscal charges	2,670,895	2,670,895	2,648,605	22,290
Transfers to other funds	15,480,039	29,059,902	6,949,242	22,110,660
Total charges to appropriations	19,870,934	33,450,797	11,317,847	22,132,950
Excess of resources over (under) charges to appropriations	(15,403,327)	(28,857,404)	(6,226,027)	22,631,377
Fund balance, June 30	$ 14,657,155	$ 1,203,078	$ 23,834,455	$ 22,631,377

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Supplemental Law Enforcement Services Special Revenue Fund

For the year ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 25,953	$ 25,953	$ 25,953	$ -
Resources (inflows):				
Intergovernmental	286,401	155,369	155,368	(1)
Use of money and property	1,673	500	1,684	1,184
Transfer from other funds	-	159,119	159,119	-
Amount available for appropriation	288,074	314,988	316,171	1,183
Charges to appropriations (outflows):				
Public safety - Police	340,941	340,941	334,305	6,636
Total charges to appropriations	340,941	340,941	334,305	6,636
Excess of resources over (under) charges to appropriations	(52,867)	(25,953)	(18,134)	7,819
Fund balance, June 30	$ (26,914)	$ -	$ 7,819	$ 7,819

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Law Enforcement Special Revenue Fund

For the year ended June 30, 2004

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Fund balance, July 1	$ 69,657	$ 69,657	$ 69,657	$ -
Resources (inflows):				
Intergovernmental	189,009	621,312	509,337	(111,975)
Charges for services	30,000	30,000	459	(29,541)
Use of money and property	-	-	876	876
Other	-	46,225	22,564	(23,661)
Transfers from other funds	34,500	51,854	45,659	(6,195)
Amount available for appropriation	253,509	749,391	578,895	(170,496)
Charges to appropriations (outflows):				
Public safety - police	277,278	690,541	528,107	162,434
Capital outlays	-	82,619	78,572	4,047
Total charges to appropriations	277,278	773,160	606,679	166,481
Excess of resources over (under) charges to appropriations	(23,769)	(23,769)	(27,784)	(4,015)
Fund balance, June 30	$ 45,888	$ 45,888	$ 41,873	$ (4,015)

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Public Art Special Revenue Fund

For the year ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 2,359,566	$ 2,359,566	$ 2,359,566	$ -
Resources (inflows):				
Use of money and property	-	-	24,634	24,634
Transfers from other funds	-	415,793	415,793	-
Amount available for appropriation	-	415,793	440,427	24,634
Charges to appropriations (outflows):				
Capital outlays	995,709	1,339,527	145,406	1,194,121
Total charges to appropriations	995,709	1,339,527	145,406	1,194,121
Excess of resources over (under) charges to appropriations	(995,709)	(923,734)	295,021	1,218,755
Fund balance, June 30	$ 1,363,857	$ 1,435,832	$ 2,654,587	$ 1,218,755

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Maintenance Assessment Special Revenue Fund

For the year ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 178,062	$ 178,062	$ 178,062	$ -
Resources (inflows):				
Taxes	174,896	174,896	68,548	(106,348)
Intergovernmental revenue			14,573	14,573
Use of money and property	5,559	5,559	4,159	(1,400)
Amount available for appropriation	180,455	180,455	87,280	(93,175)
Charges to appropriations (outflows):				
Public works	180,455	180,455	120,146	60,309
Total charges to appropriations	180,455	180,455	120,146	60,309
Excess of resources over (under) charges to appropriations	-	-	(32,866)	(32,866)
Fund balance, June 30	$ 178,062	$ 178,062	$ 145,196	$ (32,866)

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Street Lighting Special Revenue Fund

For the year ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 213,296	$ 213,296	$ 213,296	$ -
Resources (inflows):				
Intergovernmental	3,500	3,500	7,146	3,646
Charges for services	886,030	886,030	886,592	562
Use of money and property	2,400	2,400	1,515	(885)
Other			1,617	1,617
Transfer from other funds	54,620	54,620	-	(54,620)
Amount available for appropriation	946,550	946,550	896,870	(49,680)
Charges to appropriations (outflows):				
Public works	1,063,335	1,127,941	972,080	155,861
Transfer to other funds	-	9,152	9,152	-
Total charges to appropriations	1,063,335	1,137,093	981,232	155,861
Excess of resources over (under) charges to appropriations	(116,785)	(190,543)	(84,362)	106,181
Fund balance, June 30	$ 96,511	$ 22,753	$ 128,934	$ 106,181

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Municipal Revenue Improvement Debt Service Fund

For the year ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 8,524,287	$ 8,524,287	$ 8,524,287	$ -
Resources (inflows):				
Use of money and property	309,202	309,202	93,382	(215,820)
Amount available for appropriation	309,202	309,202	93,382	(215,820)
Charges to appropriations (outflows):				
Principal	590,688	590,688	590,689	(1)
Interest and other charges	900,035	901,193	900,879	314
Transfers to other funds	60,000	60,000	60,000	-
Total charges to appropriations	1,550,723	1,551,881	1,551,568	313
Excess of resources over (under) charges to appropriations	(1,241,521)	(1,242,679)	(1,458,186)	(215,507)
Fund balance, June 30	$ 7,282,766	$ 7,281,608	$ 7,066,101	$ (215,507)

City of San Buenaventura

Statement of Revenues, Expenditures and Changes in Fund Balances - Budget and Actual

Redevelopment Agency Debt Service Fund

For the year ended June 30, 2004

	Budgeted Amounts		Actual	Variance with Final Budget Positive
	Original	Final	Amounts	(Negative)
Fund balance, July 1	$ 552,047	$ 552,047	$ 552,047	$ -
Resources (inflows):				
Use of money and property	-	-	12,088	(12,088)
Transfers from other funds	887,002	887,002	162,799	(724,203)
Amount available for appropriation	887,002	887,002	174,887	(712,115)
Charges to appropriations (outflows):				
Principal	216,686	216,686	-	216,686
Interest and other charges	670,316	690,316	194,599	495,717
Total charges to appropriations	887,002	907,002	194,599	712,403
Excess of resources over (under) charges to appropriations	-	(20,000)	(19,712)	288
Fund balance, June 30	$ 552,047	$ 532,047	$ 532,335	$ 288

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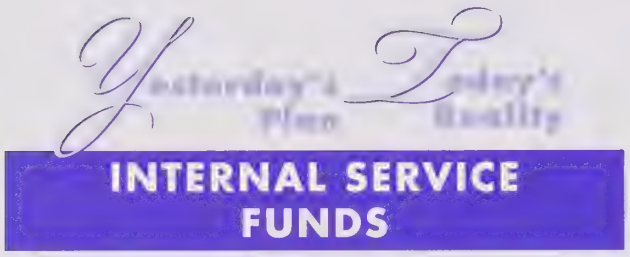
INTERNAL SERVICE
FUNDS



Computer Replacement Fund – To account for costs related to the replacement and maintenance of the City's computer infrastructure. Costs are recovered through a monthly user fee charged to City departments.

Equipment Services Fund – To account for costs related to operation of the central garage and fleet maintenance system, which provides vehicles for all City departments. Costs are recovered through a monthly user fee charged to City departments.

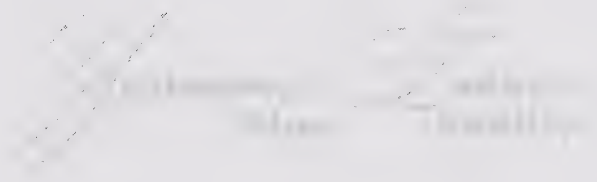
Building Maintenance Fund – To account for costs related to providing building maintenance services to all City departments. A monthly fee, based on office square footage, is charged to City departments to recover these costs.

Reproduction Services Fund – To account for costs related to printing and reproduction of materials by all City departments. Costs are recovered through a monthly user fee charged to City departments using the service.

Workers' Compensation Fund – To account for costs and liabilities related to the Workers' Compensation Program. Costs are recovered through a monthly fee based on employee type charges to City departments.

Employee Fringe Benefits Fund – To account for costs and liabilities related to health, life, dental, and disability insurances, public employees' retirement system, federal and state taxes, association dues, leave time benefits, and miscellaneous deductions paid by the City on behalf of the employees. A bi-weekly employee benefit charge based on a percentage of gross payroll is charged to City departments to recover these costs.

Risk Management Fund – To account for costs of providing public liability insurance coverage to operating funds. Costs are recovered from those funds which benefit from the insurance coverage.



City of San Buenaventura
Combining Statement of Net Assets
All Internal Service Funds
June 30, 2004

	Computer Replacement	Equipment Services	Building Maintenance
ASSETS			
Current assets:			
Cash and investments	$ 1,180,910	$ 2,304,402	$ 480,001
Accounts receivable, net	-	3,841	11,618
Due from others	-	9,479	760
Notes receivable	-	-	-
Total current assets	1,180,910	2,317,722	492,379
Noncurrent assets:			
Capital assets:			
Depreciable, net	85,666	6,824,197	134,071
Total assets	1,266,576	9,141,919	626,450
LIABILITIES			
Current liabilities:			
Accounts payable	639,274	48,994	80,865
Contracts payable	-	-	
Accrued payroll liabilities	-	-	-
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Total current liabilities	639,274	48,994	80,865
Noncurrent liabilities:			
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Total noncurrent liabilities	-	-	-
Total liabilities	639,274	48,994	80,865
NET ASSETS			
Invested in capital assets	85,666	6,824,197	134,071
Unrestricted	541,636	2,268,728	411,514
Total net assets	$ 627,302	$ 9,092,925	$ 545,585

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 123,374	$ 5,392,024	$ 7,837,135	$ 7,454,833	$ 24,772,679
2,245	-	173,418	-	191,122
-	-	12,149	-	22,388
-	-	325,000	-	325,000
125,619	5,392,024	8,347,702	7,454,833	25,311,189
134,315	-	6,255	336,570	7,521,074
259,934	5,392,024	8,353,957	7,791,403	32,832,263
5,800	2,992	14,722	96,355	889,002
-	-	-	3,600	3,600
-	-	1,842,051	-	1,842,051
-	2,509,000	-	232,000	2,741,000
-	-	436,000	-	436,000
5,800	2,511,992	2,292,773	331,955	5,911,653
-	6,186,518	-	1,240,915	7,427,433
-	-	3,600,358	-	3,600,358
-	6,186,518	3,600,358	1,240,915	11,027,791
5,800	8,698,510	5,893,131	1,572,870	16,939,444
134,315	-	6,255	336,570	7,521,074
119,819	(3,306,486)	2,454,571	5,881,963	8,371,745
$ 254,134	$ (3,306,486)	$ 2,460,826	$ 6,218,533	$ 15,892,819

City of San Buenaventura
Combining Statement of Activities and Changes in Net Assets
All Internal Service Funds
For the year ended June 30, 2004

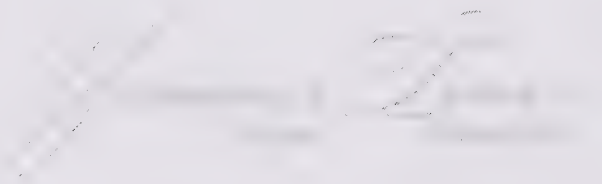
	Computer Replacement	Equipment Services	Building Maintenance
OPERATING REVENUES:			
Internal service charges	$ 729,714	$ 3,928,521	$ 3,115,095
Other operating revenues	242	44,372	10,595
Total operating revenues	729,956	3,972,893	3,125,690
OPERATING EXPENSES:			
Salaries and benefits	252,322	878,587	670,491
Contractual services	582,408	198,801	753,826
Materials and supplies	3,995	937,021	370,632
General and administrative	88,641	162,980	1,128,852
Insurance premiums and settlements	-	-	-
Depreciation	16,772	952,328	17,997
Total operating expenses	944,138	3,129,717	2,941,798
OPERATING INCOME (LOSS)	(214,182)	843,176	183,892
NONOPERATING REVENUES (EXPENSES):			
Investment income(loss)	(15,201)	(30,473)	(6,202)
Loss on sale of assets	-	(505)	-
Total nonoperating revenues	(15,201)	(30,978)	(6,202)
Income before transfers	(229,383)	812,198	177,690
Transfers in	-	-	265,000
Transfers out	-	-	(250,000)
Change in net assets	(229,383)	812,198	192,690
NET ASSETS:			
Beginning of year	856,685	8,280,727	352,895
End of year	$ 627,302	$ 9,092,925	$ 545,585

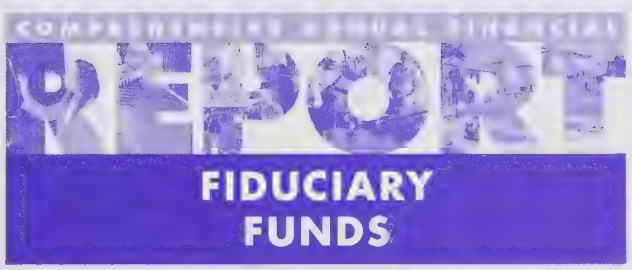
Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 305,548	$ 5,613,907	$ 12,154,723	$ 1,684,175	$ 27,531,683
15	75,273	1,269	15,321	147,087
305,563	5,689,180	12,155,992	1,699,496	27,678,770
150,528	158,714	719,339	87,689	2,917,670
59,786	360,663	69,881	141,662	2,167,027
74,153	40,976	-	1,531	1,428,308
16,767	311,555	7,846,287	19,656	9,574,738
-	3,237,378	3,526,791	1,198,713	7,962,882
20,880		566	1,596	1,010,139
322,114	4,109,286	12,162,864	1,450,847	25,060,764
(16,551)	1,579,894	(6,872)	248,649	2,618,006
(1,747)	(68,308)	(110,961)	(107,694)	(340,586)
-	-	-	-	(505)
(1,747)	(68,308)	(110,961)	(107,694)	(341,091)
(18,298)	1,511,586	(117,833)	140,955	2,276,915
-	-	-	-	265,000
-	-	-	-	(250,000)
(18,298)	1,511,586	(117,833)	140,955	2,291,915
272,432	(4,818,072)	2,578,659	6,077,578	13,600,904
$ 254,134	$ (3,306,486)	$ 2,460,826	$ 6,218,533	$ 15,892,819

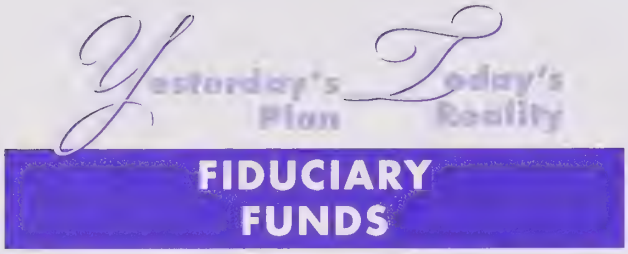
City of San Buenaventura
Combining Statement of Cash Flows
All Internal Service Funds
For the year ended June 30, 2004

	Computer Replacement	Equipment Services	Building Maintenance
CASH FLOWS FROM OPERATING ACTIVITIES:			
Cash received from customers/other funds	$ 729,714	$ 3,927,478	$ 3,102,717
Cash payments to suppliers for goods and services	(69,432)	(1,464,069)	(2,319,232)
Cash payments to employees for services	(252,322)	(878,587)	(670,491)
Insurance premiums and settlements	-	-	-
Other operating revenues	242	44,372	10,595
Net cash provided (used) by operating activities	408,202	1,629,194	123,589
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:			
Transfers to other funds	-	-	(250,000)
Transfers from other funds	-	-	265,000
Net cash provided (used) by noncapital financing activities	-	-	15,000
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:			
Purchase of capital assets	(56,688)	(1,272,337)	-
Proceeds from the disposal of capital assets	-	181,821	-
Net cash provided (used) by capital and related financing activities	(56,688)	(1,090,516)	-
CASH FLOWS FROM INVESTING ACTIVITIES:			
Investment income, net	(15,201)	(30,473)	(6,202)
Net cash provided (used) by investing activities	(15,201)	(30,473)	(6,202)
Net increase (decrease) in cash and cash equivalents	336,313	508,205	132,387
CASH AND INVESTMENTS:			
Beginning of year	844,597	1,796,197	347,614
End of year	$ 1,180,910	$ 2,304,402	$ 480,001
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES:			
Operating income (loss)	$ (214,182)	$ 843,176	$ 183,892
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	16,772	952,328	17,997
Changes in assets and liabilities:			
Accounts receivable	-	3,567	(11,618)
Due from others	-	(4,610)	(760)
Notes receivable	-	-	-
Accounts payable	605,612	(165,267)	(62,631)
Contracts payable	-	-	(3,291)
Accrued payroll liabilities	-	-	-
Claims and judgments payable	-	-	-
Compensated absences payable	-	-	-
Total adjustments	622,384	786,018	(60,303)
Net cash provided (used) by operating activities	$ 408,202	$ 1,629,194	$ 123,589

Reproduction Services	Workers' Compensation	Employee Fringe Benefits	Risk Management	Total
$ 305,972	$ 5,615,346	$ 12,159,982	$ 1,684,175	$ 27,525,384
(147,470)	(719,321)	(8,059,025)	(158,099)	(12,936,648)
(150,528)	(158,714)	(719,339)	(87,689)	(2,917,670)
-	(3,007,543)	(2,885,681)	(1,346,144)	(7,239,368)
15	75,273	1,269	15,321	147,087
7,989	1,805,041	497,206	107,564	4,578,785
-	-	-	-	(250,000)
-	-	-	-	265,000
-	-	-	-	15,000
-	-	-	(22,575)	(1,351,600)
-	-	-	-	181,821
-	-	-	(22,575)	(1,169,779)
(1,747)	(68,308)	(110,961)	(107,694)	(340,586)
(1,747)	(68,308)	(110,961)	(107,694)	(340,586)
6,242	1,736,733	386,245	(22,705)	3,083,420
117,132	3,655,291	7,450,890	7,477,538	21,689,259
$ 123,374	$ 5,392,024	$ 7,837,135	$ 7,454,833	$ 24,772,679
$ (16,551)	$ 1,579,894	$ (6,872)	$ 248,649	$ 2,618,006
20,880	-	566	1,596	1,010,139
424	-	(7,144)	-	(14,771)
-	1,439	(9,769)	-	(13,700)
-	-	22,172	-	22,172
3,236	(6,127)	(142,857)	1,150	233,116
-	-	-	3,600	309
-	-	507,379	-	507,379
-	229,835	-	(147,431)	82,404
-	-	133,731	-	133,731
24,540	225,147	504,078	(141,085)	1,960,779
$ 7,989	$ 1,805,041	$ 497,206	$ 107,564	$ 4,578,785




REPORT
FIDUCIARY
FUNDS



Ventura Council of Government Fund – To account for the funds held in trust by the City, acting as treasurer, for the Ventura Council of Governments (VCOG). The VCOG is a joint venture of the County of Ventura and the Cities of Agoura Hills, Camarillo, Fillmore, Moorpark, Ojai, Oxnard, Port Hueneme, San Buenaventura, Santa Paula, Simi Valley, Thousand Oaks, and Westlake Village to prepare a Regional Comprehensive Plan.

Portobello Assessment District Fund – To account for the funds held in trust by the City as collected from property assessments to be used for payment of debt service on special assessment bonds issued to fund improvements and maintenance of the Portobello Canal.

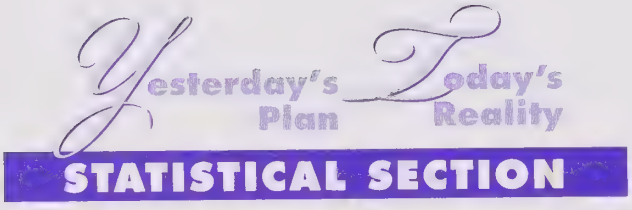
City of San Buenaventura
Combining Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2004

	Agency Funds		
	Ventura Council of Governments	Portobello Assessment District	Fiduciary Funds
ASSETS			
Cash and investments	$ -	$ 106,983	$ 106,983
LIABILITIES			
Deposits held for others	$ -	$ 106,983	$ 106,983

City of San Buenaventura
Combining Statement of Changes in Assets and Liabilities
Fiduciary Funds
For the year ended June 30, 2004

	Balance July 1, 2003	Additions	Deductions	Balance June 30, 2004
Ventura Council of Governments				
Assets:				
Cash and investments	$ 17,932	$ -	$ 17,932	$ -
Liabilities:				
Deposits held for others	$ 17,932	$ -	$ 17,932	$ -
Portobello Assessment District				
Assets:				
Cash and investments	$ 80,014	$ 26,969	$ -	$ 106,983
Liabilities:				
Deposits held for others	$ 80,014	$ 26,969	$ -	$ 106,983
Total - All Agency Funds				
Assets:				
Cash and investments	$ 97,946	$ 26,969	$ 17,932	$ 106,983
Liabilities:				
Deposits held for others	$ 97,946	$ 26,969	$ 17,932	$ 106,983

REPORT
STATISTICAL SECTION


Yesterday's Plan
Today's Reality
STATISTICAL SECTION

City of San Buenaventura
General Governmental Expenditures - By Function
Last ten fiscal years

Year ended June 30,	General Government	Human Resources	Administrative Services (1)	Community Development	Community Services (2)	Public Safety - Police (3)
1995	$ 2,688,315	$ -	$ 3,980,978	$ -	$ 6,328,272	$ 14,194,604
1996	3,136,637	-	4,088,076	-	6,383,283	14,859,364
1997	3,036,250	-	4,547,141	-	6,530,240	14,934,206
1998	3,827,540	-	4,693,645	-	6,871,341	15,947,746
1999	4,349,844	-	6,194,929	-	6,429,846	16,857,779
2000	3,583,109	-	6,463,119	-	6,552,348	18,357,584
2001	3,506,016	-	6,292,948	-	6,288,388	19,694,341
2002	2,310,890	2,109,414	4,539,650	6,203,649	5,108,660	20,926,224
2003	2,458,220	2,365,650	4,196,014	2,942,465	5,195,320	21,698,793
2004	3,964,093	2,163,885	4,117,355	2,953,387	5,575,664	24,352,859

(1) Prior to 1996, Administrative Services expenditures were included under General Government expenditures.

(2) Through an organizational realignment in 1996, Community Services assumed recreational activity expenditures previously included under the Park and Recreation category.

(3) Prior to 1996, Public Safety - Police and Public Safety - Fire expenditures were reported under one category.

(4) Through an organizational realignment in 1996, Public Works assumed parks maintenance expenditures previously included under the Parks and Recreation category.

The presentation of this data includes General, Special Revenue, Debt Service and Capital Projects Funds.

Source: Administrative Services Department, City of San Buenaventura

Public Safety - Fire (3)	Public Works (4)	Park and Recreation (2, 4)	Non-Departmental	Capital Outlay	Debt Service	Total
$ 8,468,331	$ 7,433,086	$ -	$ 2,017,069	$ 13,006,031	$ 4,797,718	$ 62,914,404
9,047,740	7,481,570	-	2,074,236	12,223,905	10,423,451	69,718,262
9,146,622	7,050,336	-	1,689,060	14,288,892	5,663,369	66,886,116
9,376,580	7,293,770	-	1,725,617	26,018,431	25,254,859	101,009,529
9,933,550	8,267,253	-	144,283	21,033,345	3,601,187	76,812,016
10,711,244	8,568,504	-	52,495	23,545,745	4,684,039	82,518,187
11,957,150	8,823,997	-	757,944	23,774,599	4,146,956	85,242,339
11,430,213	29,009,974	-	940,201	21,015,771	8,209,183	111,803,829
12,913,181	12,636,440	-	1,478,651	14,605,554	26,234,806	106,725,094
14,878,097	13,205,851	-	-	22,230,168	6,501,807	99,943,166

City of San Buenaventura
General Governmental Revenues - By Source
Last ten fiscal years

Year ended June 30,	Taxes	Licenses and Permits	Intergovernmental-Revenue	Charges for Services	Fines and Forfeitures
1995	$ 36,224,475	$ 907,230	$ 7,813,635	$ 5,740,189	$ 667,390
1996	35,933,066	678,952	10,887,477	5,819,903	688,921
1997	35,510,830	563,014	12,835,477	6,486,556	606,901
1998	38,199,151	721,954	14,960,108	6,171,064	592,648
1999	40,356,344	1,033,773	18,552,474	6,009,811	946,855
2000	43,270,968	1,103,130	17,139,963	6,690,440	1,056,232
2001	47,739,161	1,236,367	20,844,946	6,655,411	886,215
2002	50,028,457	1,376,203	17,297,586	6,191,081	1,396,161
2003	52,312,822	1,124,381	13,496,819	7,073,747	1,568,361
2004	55,517,938	1,337,911	10,541,690	7,736,141	1,734,950

The presentation of this data includes General, Special Revenue, Debt Service and Capital Projects Funds.

Source: Administrative Services Department, City of San Buenaventura

Use of Money and Property	Other	Total
$ 8,783,611	$ 2,966,590	$ 63,103,120
7,294,988	1,440,496	62,743,803
7,832,030	2,596,086	66,430,894
6,891,959	2,272,161	69,809,045
5,898,597	2,795,541	75,593,395
5,963,692	3,195,351	78,419,776
8,705,217	2,577,840	88,645,157
7,069,732	2,255,820	85,857,910
5,065,327	2,733,981	83,375,438
3,355,993	3,672,874	83,897,497

City of San Buenaventura
Tax Revenues - By Source
Last ten fiscal years

Year ended June 30,	General Property Taxes	Tax Increments	General Sales Tax	Utility Taxes	Franchise Taxes	Business License Tax
1995	$ 9,193,901	$ 817,569	$ 13,388,466	$ 5,016,770	$ 1,265,685	$ 1,050,393
1996	9,393,885	841,531	13,810,236	4,837,541	1,279,861	1,107,484
1997	9,402,650	842,954	13,630,752	5,019,413	1,388,205	1,127,989
1998	9,372,917	903,508	14,487,131	5,204,066	1,558,884	1,167,465
1999	9,485,766	946,252	15,912,948	4,926,173	1,563,292	1,265,770
2000	10,530,302	1,355,666	17,606,929	5,328,034	1,613,790	1,276,365
2001	11,280,874	1,237,305	19,553,606	6,147,187	1,893,099	1,310,421
2002	12,153,065	1,536,028	18,755,394	6,437,424	2,107,599	1,332,190
2003	13,410,887	1,636,511	19,714,453	7,087,384	2,292,690	1,317,031
2004	14,604,747	1,935,313	20,407,600	7,260,284	2,344,298	1,433,132

Source: Administrative Services Department, City of San Buenaventura

Real Property Transfer Tax	Transient Occupancy Tax	General Capital Improvement Taxes	Park and Recreation Taxes	Other Taxes	Total
$ 229,600	$ 1,849,484	$ 2,326,048	$ 371,207	$ 715,352	$ 36,224,475
200,044	1,997,672	1,575,128	187,315	702,369	35,933,066
208,713	2,256,719	928,306	91,709	613,420	35,510,830
256,104	2,310,419	1,854,720	130,759	955,208	38,201,181
354,971	2,508,347	2,481,475	477,326	434,024	40,356,344
401,630	2,436,711	1,895,022	433,371	393,148	43,270,968
407,661	2,896,860	1,900,107	595,516	516,526	47,739,162
488,755	3,017,540	3,069,350	692,078	439,034	50,028,457
573,209	2,835,572	2,751,759	268,409	424,918	52,312,822
603,392	3,169,742	2,814,437	529,552	415,442	55,517,939

City of San Buenaventura
Property Tax Levies and Collections
Last ten fiscal years

Year ended June 30,	Total Tax Levy	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Total Tax Collections	Total Collections as a Percent of Current Levy
1995	$ 9,329,288	$ 9,259,561	99%	$ 751,910	$ 10,011,471	100%
1996	9,713,974	9,586,596	99%	660,959	10,247,555	100%
1997	9,682,285	9,726,572	100%	523,560	10,250,132	100%
1998	9,657,526	9,493,115	98%	527,167	10,020,282	100%
1999	10,388,060	10,375,496	100%	214,113	10,589,609	100%
2000	10,952,936	10,789,287	99%	82,460	10,871,749	99%
2001	11,429,609	11,226,858	98%	54,016	11,280,874	99%
2002	12,491,663	12,114,098	97%	38,967	12,153,065	97%
2003	13,607,563	13,353,034	98%	57,854	13,410,887	99%
2004	14,679,933	14,549,119	99%	55,629	14,604,748	99%

Source: Administrative Services Department, City of San Buenaventura

City of San Buenaventura

Assessed and Estimated Actual Value of Taxable Property

Last ten fiscal years

Year ended June 30,	Real Property Assessed Value	Real Property Estimated Actual Value	Personal Property Assessed Value	Personal Property Estimated Actual Value	Total Tangible Assessed Value
1995	$ 5,137,888,314	$ 5,137,888,314	$ 286,499,262	$ 286,499,262	$ 5,424,387,576
1996	5,149,135,190	5,149,135,190	292,597,790	292,597,790	5,441,732,980
1997	5,320,044,289	5,320,044,289	277,224,635	277,224,635	5,597,268,924
1998	5,406,002,663	5,406,002,663	306,808,617	306,808,617	5,712,811,280
1999	5,642,018,734	5,642,018,734	318,071,178	318,071,178	5,960,082,912
2000	6,551,209,339	6,551,209,339	326,792,356	326,792,356	6,878,001,695
2001	7,127,517,849	7,127,517,849	360,991,677	360,991,677	7,488,509,526
2002	7,743,133,658	7,743,133,658	335,251,507	335,251,507	8,078,385,165
2003	8,462,983,313	8,462,983,313	354,837,313	354,837,313	8,817,820,626
2004	9,195,356,192	9,195,356,192	384,510,700	384,510,700	9,579,866,892

* Various Exemptions Business Inventory.

Note: Data is stated at 100% of actual value as required under Section 135 of the Revenue and Tax Code.

Source: Ventura County Auditor-Controller's Office

Total Tangible Estimated Actual Value	*Exemptions Assessed Value	*Exemptions Estimated Actual Value	Total Net Assessed Value	Total Net Estimated Actual Value
$ 5,424,387,576	$ (331,864,346)	$ (331,864,346)	$ 5,092,523,230	$ 5,092,523,230
5,441,732,980	(383,416,172)	(383,416,172)	5,058,316,808	5,058,316,808
5,597,268,924	(387,659,183)	(387,659,183)	5,209,609,741	5,209,609,741
5,712,811,280	(406,683,782)	(406,683,782)	5,306,127,498	5,306,127,498
5,960,082,912	(423,216,572)	(423,216,572)	5,536,866,340	5,536,866,340
6,878,001,695	(447,772,094)	(447,772,094)	6,430,229,601	6,430,229,601
7,488,509,526	(347,736,891)	(347,736,891)	7,140,772,635	7,140,772,635
8,078,385,165	(351,125,097)	(351,125,097)	7,727,260,068	7,727,260,068
8,817,820,626	(503,806,084)	(503,806,084)	8,314,014,542	8,314,014,542
9,579,866,892	(515,618,215)	(515,618,215)	9,064,248,677	9,064,248,677

City of San Buenaventura
Property Tax Rates and Tax Levies - All Overlapping Governments
June 30, 2004

Tax Rate Limit

A State Constitutional Amendment (Proposition 13) provided that the tax rate was limited to 1% of assessed value (same as $1.00 per $100 assessed value), levied only by the county and shared with all other jurisdictions. All other jurisdictions and the county could levy a tax rate for voter approved debt.

Due Dates for Current Taxes

Secured - December 10 and April 10
Unsecured - August 31

Dates Taxes Become Delinquent

Secured - December 11 and April 11
Unsecured - September 1

Penalties for Delinquency

Secured - 10% penalty. If second payment is delinquent, 10% penalty plus $10.00.
Unsecured - 10% late payment penalty and 17% collection fee. On November 1, add 1-1/2% penalty per month.

Discount

None.

Procedure for Enforcing Collection of Delinquent Taxes

Secured - Unpaid taxes are an unrecorded lien against real property. No lien is recorded for personal property billed on the secured roll. After five or more years have elapsed since the first year of delinquency and the taxes have not been paid, the property is defaulted to the County of Ventura on July 1 with power to sell. The property will be sold at public auction, sealed bid or Chapter 8 sale as prescribed by law.

Unsecured - Should the taxes become delinquent, the personal property of the assessee is seized and sold at public auction. Liens are recorded on unpaid bills.

Collecting Unit

County of Ventura.

Basis

100% of tax levy.

Source: Ventura County Tax Collector's Office

City of San Buenaventura
Computation of Direct and Overlapping Debt
June 30, 2004

Jurisdiction	Net Debt Outstanding	Percentage Applicable to City of San Buenaventura	City's Share Overlapping Debt
Overlapping debt:			
Ventura County General Fund Obligations	$ 13,317,650	12.516%	$ 1,666,837
Ventura County Pension obligations	9,195,505	12.516%	1,150,909
Ventura County Superintendent of Schools Certificates of Participation	1,734,092	12.516%	217,039
Ventura County Library Authority	-		-
Ventura County Community College District Certificates of Participation	1,010,990	12.520%	126,576
Ventura Unified School District Certificates of Participation	4,613,810	85.283%	3,934,796
Oxnard Union High District Certificates of Participation	4,334	0.024%	-
Oxnard School District Certificates of Participation	3,180	0.048%	-
Rio School District Certificates of Participation	446	0.008%	-
Overlapping debt totals	29,880,007		$ 7,096,157
Direct debt:			
Parking structure lease	2,620,924		
Revenue bonds	4,565,000		
Certificates of Participation - Facilities	52,635,000		
Direct debt total	59,820,924		
	$ 89,700,931		
Percentage of City's share of overlapping debt to total debt		7.911%	

*100% self-supporting.

Source: (1) California Municipal Statistics, Inc.
(2) Administrative Services Department, City of San Buenaventura

City of San Buenaventura

Ratio of Net General Obligation Bonded Debt to Assessed Value and Net Bonded Debt Per Capita

Last ten fiscal years

Year ended June 30,	Population (1)	Total Net Assessed Value (2)	Gross General Obligation Bonded Debt	Less Debt Service Debt
1995	98,500	$ 5,092,523,230	-	-
1996	99,200	5,058,316,808	-	-
1997	99,800	5,209,609,741	-	-
1998	100,400	5,306,127,498	-	-
1999	101,000	5,536,866,340	-	-
2000	101,800	6,430,229,601	-	-
2001	101,200	7,140,772,635	-	-
2002	102,700	7,727,260,068	-	-
2003	104,300	8,314,014,542	-	-
2004	105,000	9,064,248,677	-	-

Note: Assessed value data is stated at 100% of actual value as required under Section 135 of the revenue and tax code.

(1) Source: State Department of Finance

(2) Source: Ventura County Auditor Controller's Office

City of San Buenaventura
Computation of Legal Debt Margin
June 30, 2004

Total tangible assessed value*		$ 9,579,866,892
Debt limitation (15% of total tangible assessed value)		1,436,980,034
Debt subject to debt limitation:		
Total bonded debt	$ 4,565,000	
Less revenue bonds	4,565,000	
Debt subject to debt limitation		-
Legal debt margin		$ 1,436,980,034

* Ventura County Tax Collector's Office

City of San Buenaventura
Demographic Statistics
Last ten fiscal years

Year ended June 30,	Population (1)	Per Capita Income	Median Age (2)	Education Level in Years of Formal Schooling (3)	School Enrollment (3)	Unemployment Percentage Rate (4)
1995	98,500	**	**	**	15,551	5.4
1996	99,200	**	**	**	16,136	5.2
1997	99,800	**	**	**	16,427	4.6
1998	100,400	**	**	**	17,071	5.1
1999	101,000	**	**	**	16,256	5.7
2000	101,800	**	**	**	16,869	4.5
2001	101,200	**	**	**	17,119	4.5
2002	102,700	**	**	**	17,234	4.8
2003	104,300	**	**	**	17,410	5.8
2004	105,000	**	**	**	17,442	5.2

(1) Source: State Department of Finance Demographics Research Unit

(2) Source: City of San Buenaventura Planning Department

(3) Source: Ventura Unified School District

(4) Source: State Employment Development Department

** Data not available

City of San Buenaventura
Schedule of Sewer Fund Revenue Bond Coverage
Last ten fiscal years

Year ended June 30,	Operating Revenues	Operating Expenses (1)	Nonoperating Revenues (2)	Net Income (4)
1995	$ 10,458,620	$ 6,191,312	$ 1,145,031	$ 5,412,339
1996	10,513,555	6,811,441	1,306,532	5,008,646
1997	10,286,217	5,773,074	1,451,853	5,964,996
1998	10,507,287	5,717,795	1,812,440	6,601,932
1999	10,397,689	6,837,680	1,552,581	5,112,590
2000	10,863,380	6,971,060	1,202,542	5,094,862
2001	11,499,505	7,138,994	1,567,995	5,928,506
2002	11,162,654	7,884,657	968,703	4,246,700
2003	12,677,123	9,184,042	394,739	3,887,820
2004	13,430,212	8,563,847	(409,191)	4,457,174

(1) Total operating expenses exclusive of depreciation.

(2) Excludes gain or loss on sale of assets.

(3) The first revenue bonds for the sewer fund were issued on March 1, 1971 with debt service requirements beginning during the fiscal year 1972-1973. Requirements are reported on the cash basis, excluding premiums.

(4) Net income includes depreciation and excludes gain or loss on sale of assets.

Source: Administrative Services Department, City of San Buenaventura

Debt Service Requirements (3)			
Principal	Interest	Total	Coverage
$ 460,000	$ 852,745	$ 1,312,745	4.123%
510,000	823,175	1,333,175	3.757%
465,000	397,399	862,399	6.917%
360,000	517,090	877,090	7.527%
375,000	497,018	872,018	5.863%
390,000	486,392	876,392	5.813%
410,000	469,232	879,232	6.743%
430,000	416,553	846,553	5.016%
450,000	396,343	846,343	4.594%
470,000	408,768	878,768	5.07%

City of San Buenaventura
Schedule of Water Fund Revenue Bond Coverage
Last ten fiscal years

Year ended June 30,	Gross Revenues (1)	Gross Expenses (2)	Net Revenue Available for Debt Service
1995	$ 14,463,150	$ 7,209,528	$ 7,253,622
1996	14,610,701	7,859,701	6,751,000
1997	15,753,750	8,470,720	7,283,030
1998	15,500,511	9,133,491	6,367,020
1999	15,637,448	9,337,237	6,300,211
2000	15,729,318	9,005,448	6,723,870
2001	16,302,818	10,102,166	6,200,652
2002	16,174,010	11,210,864	4,963,146
2003	16,494,638	11,437,328	5,057,310
2004	17,640,075	11,015,003	6,625,072

(1) Total operating revenues including interest.

(2) Total operating expenses exclusive of depreciation.

(3) The first revenue bonds for the water fund were issued in February 1969, with debt service requirements beginning during the fiscal year 1969-1970. Requirements are reported on the cash basis, excluding premiums.

Source: Administrative Services Department, City of San Buenaventura

Debt Service Requirements (3)			Coverage
Principal	Interest	Total	
$ 225,000	$ 845,723	$ 1,070,723	6.775%
240,000	833,483	1,073,483	6.289%
450,000	817,108	1,267,108	5.748%
635,000	794,530	1,429,530	4.454%
495,000	758,305	1,253,305	5.027%
695,000	733,587	1,428,587	4.707%
730,000	700,782	1,430,782	4.334%
770,000	667,448	1,437,448	3.453%
450,000	628,343	1,078,343	4.690%
880,000	1,202,325	2,082,325	3.18%

City of San Buenaventura

Ratio of Annual Debt Service Expenditures for General Bonded Debt to General Expenditures

Last ten fiscal years

Year ended June 30,	Principal	Interest	Total Debt Service	Total General Expenditures	Ratio of Debt Service to General Expenditures
1995	$ -	$ -	$ -	$ 62,914,404	$ -
1996	-	-	-	69,718,262	-
1997	-	-	-	66,886,116	-
1998	-	-	-	101,009,529	-
1999	-	-	-	76,812,016	-
2000	-	-	-	82,518,187	-
2001	-	-	-	85,242,346	-
2002	-	-	-	111,803,829	-
2003	-	-	-	106,725,094	-
2004	-	-	-	99,943,166	-

Source: Administrative Services Department, City of San Buenaventura

City of San Buenaventura
Insurance Coverage of Principal Officials
For the year ended June 30, 2004

Name	Title of Officer	Amount of Insurance Coverage
Brian Brennan	Mayor	$ 1,000,000
Sandy Smith	Council Member	1,000,000
Neal Andrews	Council Member	1,000,000
James Monahan	Council Member	1,000,000
Bill Fulton	Council Member	1,000,000
Carl Morehouse	Deputy Mayor	1,000,000
Christy Weir	Council Member	1,000,000
William Growdon	Planning Commissioner	1,000,000
Carolyn Briggs	Vice Chairperson	1,000,000
Curtis Stiles	Planning Commissioner	1,000,000
Ronald Allen	Planning Commissioner	1,000,000
John Hecht	Chair	1,000,000
Martel Fraser	Planning Commissioner	1,000,000
Michael Faulconer	Planning Commissioner	1,000,000
Rick Cole	City Manager	1,000,000
Robert Boehm	City Attorney	1,000,000
Thomas Gardner	Administrative Services Director	1,000,000
Susan Daluddung	Community Services Director	1,000,000
Ronald Calkins	Public Works Director	1,000,000
Mike Tracy	Police Chief	1,000,000
Mike Lavery	Fire Chief	1,000,000
Jenny Roney	Human Resources Director	1,000,000
Mabi Covarrubias Plisky	City Clerk	1,000,000
Kaye Mirabelli	Treasury and Revenue Manager	1,000,000

City of San Buenaventura
Property Value, Construction and Bank Deposits
Last ten fiscal years

	Commercial Construction (1)		Residential Construction (1)	
Year ended June 30,	Number of Permits	Value	Number of Permits	Value
1995	21	$ 5,924,473	394	$ 61,222,430
1996	32	8,972,595	209	31,884,270
1997	40	12,496,068	95	21,359,324
1998	27	23,631,568	107	28,685,297
1999	29	29,560,702	248	46,140,550
2000	42	18,727,745	213	42,095,338
2001	28	17,405,930	272	75,961,786
2002	25	12,317,300	313	90,662,526
2003	25	38,829,883	91	31,868,670
2004	52	33,836,075	108	46,773,562

(1) Source: Community Development Department, City of San Buenaventura

(2) Source: Decision Research Sciences, Inc., Branch Directory and Summary of Deposits, 1986-1992 Sheshunoff, Inc., 1993-1997

** Information no longer available.

Bank Deposits (2) (In thousands)	Property value		
	Commercial	Residential	Nontaxable
$ 814,514	$ 1,324,056,040	$ 3,310,140,100	$ 40,740,186
741,200	1,315,162,370	3,287,905,925	40,466,534
**	1,354,498,533	3,386,246,332	41,676,878
**	1,379,593,149	3,448,982,874	42,449,020
**	1,472,444,113	3,598,963,121	45,305,973
**	1,671,859,176	4,179,649,241	51,441,837
**	1,856,600,885	4,641,502,213	57,126,181
**	2,009,087,618	5,022,719,044	61,818,081
**	2,161,643,781	5,404,109,452	66,512,116
**	2,356,704,656	5,891,761,640	72,513,989

City of San Buenaventura
Principal Taxpayers
For the year ended June 30, 2004

Taxpayer	Type of Business	January 1, 2003 Assessed Valuation	Percentage of Total Assessed Valuation
Macerich California Assoc.	Land Development	$ 71,098,978	0.78%
Montalvo Shopping Center	Land Development	46,314,411	0.51%
Archstone Communities Trust	Land Development	32,066,739	0.35%
Lowes	Retail	28,381,850	0.31%
May Co. Department Stores	Retail	27,994,100	0.31%
Telephone & Main Assoc. LLC	Real Estate Management	24,329,301	0.27%
Weston Co. Ventura Apts.	Real Estate Management	22,383,673	0.25%
Sears Roebuck and Co.	Retail	22,001,165	0.24%
Ventura Pines Apartments Inc.	Retail Estate Management	21,739,214	0.24%
County Center LTD	Land Development	20,832,465	0.23%
Subtotal		317,141,896	3.50%
Other taxpayers		8,747,106,781	96.50%
Total		$ 9,064,248,677	100.00%

Source: Ventura County Tax Collector's Office

City of San Buenaventura
Investment Portfolio Statistics
Last ten fiscal years

Year ended June 30,	City		Trustee - Debt Financing Reserves	
	Average Portfolio	Average Yield	Average Portfolio	Average Yield
1995	$ 158,134,547	5.70%	$ 9,960,995	5.89%
1996	159,856,064	5.58%	11,070,124	6.19%
1997	162,650,923	5.62%	10,116,928	6.35%
1998	144,434,548	5.74%	9,471,188	6.13%
1999	135,939,096	5.80%	6,810,954	6.12%
2000	134,205,841	5.98%	6,887,522	6.18%
2001	135,395,522	5.96%	6,809,625	6.36%
2002	143,093,161	4.40%	15,385,789	4.08%
2003	145,180,617	3.15%	32,710,919	3.00%
2004	140,789,775	2.61%	42,722,911	2.54%

Source: Administrative Services Department, City of San Buenaventura

City of San Buenaventura
General Governmental Debt Payments
Last ten fiscal years

Year ended June 30,	Certificates of Participation		MIRB Parking Structure *	
	Principal	Interest and Other Charges	Principal	Interest and Other Charges
1995	$ 280,000	$ 3,069,749	$ 85,000	$ 607,378
1996	355,000	3,053,419	5,200,000	1,194,637
1997	1,115,000	3,007,768	-	-
1998	735,000	2,244,813	-	-
1999	785,000	1,505,288	-	-
2000	825,000	1,464,623	-	-
2001	870,000	1,420,204	-	-
2002	3,780,000	1,273,723	-	-
2003	20,590,000	1,795,939	-	-
2004	1,720,000	2,640,393	-	-

* The MIRB Parking Structure debt was refunded in 1995-1996 to Lease Revenue.

Source: Administrative Services Department, City of San Buenaventura

Lease Revenue		Parking Structure Lease		
Principal	Interest and Other Charges	Principal	Interest and Other Charges	Total
$ -	$ -	$ -	$ -	$ 4,042,127
-	-	-	-	9,803,056
245,000	371,660	-	-	4,739,428
255,000	359,025	-	-	3,593,838
265,000	347,933	-	-	2,903,221
275,000	335,875	127,845	266,516	3,294,859
290,000	322,950	255,689	533,034	3,691,877
305,000	309,030	255,689	533,034	6,456,476
320,000	293,780	255,689	533,034	23,788,442
335,000	277,300	255,689	533,033	5,761,415

City of San Buenaventura
Miscellaneous Statistical Data
For the year ended June 30, 2004

Date of incorporation:	Incorporated as town, March 10, 1866
Date first charter adopted:	Election of freeholders, October 13, 1931 Adoption by election, January 7, 1932 Approved by legislature, January 26, 1933
Date present charter adopted:	By election, November 4, 1986 Approved by legislature, December 4, 1986
Form of government:	Council - Manager

Area - by ten-year periods for last fifty years:

Fiscal year ended June 30,	Square Miles	Acres
1945	4.678	2,933.800
1955	6.498	4,158.467
1965	13.802	8,833.106
1975	31.269 *	20,012.482
1985	34.322 *	21,965.920
1995	35.541 *	22,746.240

* Includes 14,541 square miles of water.

Building permits last ten years:

Fiscal year ended June 30,	Number of Permits	Valuation
1995	2,040	82,590,467
1996	1,649	59,578,283
1997	1,430	47,395,061
1998	1,705	81,360,058
1999	2,025	125,120,199
2000	1,991	96,524,770
2001	2,045	123,094,779
2002	2,262	140,108,458
2003	2,284	117,104,570
2004	2,319	131,213,509

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2004

Public Safety:
- Fire protection:
  - Number of stations - 6
- Police protection:
  - Number of police/fire headquarters - 1
  - Jail facilities and population - 0
  - Vehicular units - 85

	Facilities/ Amenities	Number	Acres
Community Services:	Golf courses:	2	249
	Group BBQ area	1	
	Restaurants/snack bar	1/2	
	Banquet center	1	
Parks Division:	Parks:	26	507
	Play areas with equipment	Most parks	
	Wading pools	0	
	Tennis courts	10	
	Basketball courts	5	
	Lighted softball fields	3	
	Lighted baseball fields	2	
	Youth baseball fields	8	
	Soccer fields	14	
	Handball courts	2	
	Paddleball courts	0	
	Volleyball courts	2	
	Horseshoe pits	10	
	Skateboard Facility	3	
	Pistol range	1	
	Group BBQ areas	4	
	Informal picnic areas	Most parks	

Enterprise Funds:

	Water	Sewer
Number of consumers:		
Within the City	29,420	24,475
Outside the City	1,289	0
Totals	30,709	24,475

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2004

Data on use in gallons:
- Water - 6.14 billion per year
- Sewer - 9.3 million treated per day

Plant capacity in billion gallons per year:
- Water - 7.66 (treated)
- Sewer - 5.1

Number of City-owned fire hydrants - 4753

Data on seven concrete reservoirs:

Name	Capacity in gallons	Age - years and comments
Bailey (New Compartment)	3,000,010	6
Bailey	4,200,000	24
Kingston	10,000,000	66
Power	15,200,000	66
Hall Canyon	8,200,000	38
Grant Park	4,000,000	4
Seaward Plant	36,656	Out of service
Avenue Plant	1,363,767	Used in treatment process only

Data on steel tanks:

Name	Capacity in gallons	Age - years and comments
Sexton - 2	5,000,000	30
Willis	1,000,000	33
Foothill - 2	1,500,000	44
Golf Course	160,000	43
Seaward Plant - 7	828,334	Out of service
Mariano - 2	650,000	55
View Park	250,000	11
Hall Canyon - 2	500,000	55
Nob Hill	300,000	42
Ondulando	400,000	45
Kimball	1,000,000	42
Corbett	1,500,000	38
Kalorama - 2	300,000	24
Seneca	1,200,000	20
Elizabeth	1,000,000	14
McElrae - 2	160,000	14
Valley Vista	1,000,000	1

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2004

		2004	
Number of street lights:			
Maintained by Southern California Edison Company		9,265	
Maintained by City of San Buenaventura		1,058	
	Total	10,323	
Number of employees:			
Full-time		635	
Part-time		14	
Extra help		534	
Elected		7	
Limited term		9	
Extended term		20	
	Total	1,219	
Elections:			
Last municipal election		2002	
Number of registered voters		59,458	
Numbers of votes cast		16,875	
Percentage of registered voters voting		28.4%	
Population:			
Census population count for the last three United States censuses:		2000	100,916
		1990	92,575
		1980	74,393

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2004

Age distribution of population last three United States censuses:

	2000		1990		1980	
Age	Number	Percent	Number	Percent	Number	Percent
Under 5	6,641	6.6%	6,645	7.2%	4,784	6.4%
5 to 9	7,425	7.4%	6,116	6.6%	4,919	6.6%
10 to 14	7,017	7.0%	5,578	6.0%	5,566	7.5%
15 and 19	6,587	6.5%	5,866	6.3%	6,538	8.8%
20 and 24	5,458	5.4%	6,628	7.2%	6,526	8.8%
25 to 34	14,216	14.1%	17,890	19.3%	13,064	17.6%
35 to 44	17,592	17.4%	15,645	16.9%	8,718	11.7%
45 to 54	14,696	14.6%	9,345	10.1%	7,628	10.3%
55 to 59	4,746	4.7%	3,623	3.9%	4,073	5.5%
60 to 64	3,607	3.6%	3,694	4.0%	3,436	4.6%
65 to 74	6,329	6.3%	6,476	7.0%	5,361	7.2%
75 to 84	4,918	4.9%	3,815	4.1%	2,960	4.0%
85 and over	1,684	1.7%	1,256	1.4%	820	1.1%

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2004

Family income level of population last three United States censuses:

Income Range		2000		1990	1980	
From	To	Number	Percent	Number	Number	Percent
All families		75,616		35,546	20,202	
$ -	$ 2,499			-	414	2.05%
2,500	4,999	1,887 (a)	2.50%	793 (a)	518	2.56%
5,000	7,499			-	979	4.85%
7,500	9,999	2,161 (b)	2.86%	2,171 (b)	1,177	5.83%
10,000	12,499			-	1,328	6.57%
12,500	14,999	3,276 (c)	4.33%	1,932 (c)	1,219	6.03%
15,000	17,499	-		-	1,463	7.24%
17,500	19,999	-		-	1,415	7.00%
20,000	22,499	-		-	1,515	7.50%
22,500	24,999	8,511 (d)	11.25%	4,829 (d)	1,302	6.45%
25,000	27,499	-		-	1,434	7.10%
27,500	29,999	-		-	1,135	5.62%
30,000	34,999	8,904 (e)	11.77%	5,372 (e)	2,041	10.10%
35,000	39,999	-		-	1,409	6.98%
40,000	49,999	11,615 (f)	15.36%	7,143 (f)	1,534	7.59%
50,000	74,999	-		7,819	951	4.71%
75,000	99,999	-		3,100	-	0.00%
100,000	149,999	34,357 (g)	45.44%	1,643 (g)	-	0.00%
150,000	or more	4,905 (h)	6.49%	744	-	1.82%
Median income		$ 66,970		$ 31,600	$ 18,791	

Legend:
(a) Range from $1 - $4,999
(b) Range from $5,000 - $9,999
(c) Range from $10,000 - $14,999
(d) Range from $15,000 - $24,999
(e) Range from $25,000 - $34,999
(f) Range from $35,000 - $49,000
(g) Range from $50,000 - $149,000
(h) Range from $150,000 or more

City of San Buenaventura
Miscellaneous Statistical Data, Continued
For the year ended June 30, 2004

Retail sales:
By year for last ten years:

Year ended December 31	Taxable Sales
1994	969,256,000
1995	994,391,000
1996	1,258,357,000
1997	1,310,213,000
1998	1,393,701,000
1999	1,512,977,000
2000	1,698,098,000
2001	1,710,582,000
2002	1,734,495,000
2003	1,797,225,000

Source: California State Board of Equalization

City of San Buenaventura
Annual Continuing Disclosure Requirements
For the year ended June 30, 2004

San Buenaventura Public Facilities Financing Authority
$15,930,000 2002 Certificates of Participation, Series D

	Actuals					
	1999	2000	2001	2002	2003	2004
Operating Revenues:						
Charges for Services:						
Greens Fees - Buena	$ 373,743	$ 448,075	$ 507,726	$ 506,195	$ 490,485	$ 806,148
Electric Carts - Buena	98,535	108,448	131,990	137,278	135,399	218,737
Coffee Shop - Buena	-	-	52,943	55,268	54,772	38,751
Pro Shop - Buena						71,549
Greens Fees - Olivas	453,907	521,591	585,569	586,017	565,499	1,290,011
Driving Range - Olivas	70,797	68,492	90,147	88,472	89,216	212,288
Electric Carts - Olivas	114,164	122,663	148,799	148,825	138,553	336,533
Coffee Shop - Olivas	-	-	22,700	22,601	18,343	262,522
Pro Shop - Olivas						144,023
Total charges for services	1,111,146	1,269,269	1,539,874	1,544,656	1,492,267	3,380,562
Other Operating Revenues	150	255	-	-	-	
Total Operating Revenues	1,111,296	1,269,524	1,539,874	1,544,656	1,492,267	3,380,562
Operating Expenses:						
Personal Services	129,438	142,991	152,934	172,740	167,161	177,652
Contractual Services [1]	329,166	276,585	239,933	591,890	236,471	2,202,983
Materials & Supplies	8,625	1,705	302	583	329	344
General & Administrative	383,942	432,609	404,961	391,471	371,379	373,100
Depreciation	53,749	58,352	58,543	56,841	74,375	63,495
Total Operating Expenses	904,920	912,242	856,673	1,213,525	849,715	2,817,574
Operating Income (Loss)	206,376	357,282	683,201	331,131	642,552	562,988
Non-Operating Revenues (Expenses):						
Interest Income [2]	179,798	200,488	391,375	296,288	184,467	53,461
Interest Expense	-	-	-	-	-	-
Gain on Sale of Assets	-	(18,097)	-	-	-	-
Total Non-Operating Revenues (Expenses):	179,798	182,391	391,375	296,288	184,467	53,461
Net Income (Loss)	$ 386,174	$ 539,673	$ 1,074,576	$ 627,419	$ 827,019	$ 616,449

Notes:

[1] Fiscal year 2002 includes $335,836 in preliminary golf course renovation design.

[2] Interest income includes unrealized gain (loss) on investments.

- No significant or material events to report for the $15,930,000 - 2002 Certificates of Participation, Series D

San Buenaventura Public Facilities Financing Authority
$10,360,000 - 1996 Sewer & Sanitation Revenue Refunding Bonds
$27,410,000-2004 Water Revenue Certificates of Participation

FY 2003-2004 Water Rates

Water Volume Rates
Per Hundred Cubic Feet (HCF)

Single Family Residential

Water Usage HCF	City $	County $
1-16	1.41	2.39
17-42	1.87	3.18
43+	3.00	5.10

Multiple Family Residential

Water Usage HCF	City $	County $
1-10	1.41	2.39
11-24	1.87	3.18
25+	3.00	5.10

Non-Residential

Water Usage HCF	City $	County $
Per HCF	1.87	3.18

Raw Water*, Irrigation* & Municipal Parks

Water Usage HCF	City $	County $
Per HCF	0.98	0.98

Reclaimed Water

Water Usage HCF	City $	County $
Per HCF	0.44	0.44

1 HCF = 748 gallons
*Non Potable, Non Fully Treated Wa

Bimonthly Service Charge
(Based on Meter Size)
Residential & Non-Residential

Meter Size	City $	County $
5/8 & 3/4	8.69	14.82
1	17.11	29.10
1.5	28.89	49.16
2	40.66	69.11
3	92.54	156.96
4	151.51	257.24
6	298.66	507.94
8	445.81	757.55
10	592.96	1,008.25
12	681.25	1,158.67

Fire Line Monthly Charge

Meter Size	City $	County $
1	1.80	3.05
2	1.80	3.05
3	5.40	9.16
4	10.85	18.42
6	30.08	51.12
8	63.22	107.37
10	108.46	184.21
Each Add'l Inch	1.80	3.05

City Reclaim Meter Charge

Meter Size	Bi-Mo$	Monthly $
5/8 & 3/4	8.69	4.34
1	17.11	8.56
1.5	28.89	14.44
2	40.66	20.33
3	92.54	46.27
4	151.51	75.76
6	298.66	149.33
8	445.81	222.91
10	592.96	296.48
12	681.25	340.63

FY 2003-2004 Wastewater Service Rates

Customer Classification

	# HCF **	Bimonthly Rate $
Single Family & Multiple Dwelling	0 - 8	23.67
	9 - 10	29.04
	11 - 12	34.40
	13 - 14	39.76
	15 - 16	45.12
	17+	50.48

** Usage established during determination period November 1 thru April 30. Charge based on lowest water usage during determination billings.

Schools* **		90.86
Churches* **		50.48

*** Per Single Family Dwelling Unit Equivalent. Rates will vary; see Ordinance Chapter 22.220, Section 020, for rate factors.

Industrial (Billed Monthly)

Flow	per million gallons	1,393.39
COD	per 1000 pounds	210.03
SS	Per 1000 pounds	473.58

Customer Classification

Commercial	# HCF	Bimonthly Rate $
Group 1:	0 - 8	$15.20
	9 + per unit	$1.90
A. Laundromats		
B. Car Wash		
C. Professional Offices		
D. Convalescent homes		
E. Wholesale Establishments		
F. Offices		
G. Retail Establishments		
H. Public Buildings		
I. Barber & Beauty Shops		
J. Gas Stations & Garages		
K. Bars w/out dining facilities		
L. Theaters		
M. Gyms		
N. Hospitals		
O. Grocery stores w/out garbage grinders		
Group 2	0 - 8	$17.28
	9 + per unit	$2.16
A. Hotels & Motels w/out dining facilities		
B. Commercial laundries		
Group 3	0 - 8	$29.04
	9 + per unit	$3.63
A. Hotels w/dining facilities		
Group 4	0 - 8	$34.64
	9 + per unit	$4.33
A. Mortuaries		
B. Grocery stores with garbage grinders		
Group 5	0 - 8	$34.56
	9 + per unit	$4.32
A. Bakeries		
B. Restaurants		
C. Multi-use shopping centers		
Group 6		$50.48
A. Plant Nurseries		

City of San Buenaventura

Annual Continuing Disclosure Requirements, Continued
Revenue Bonds - Sewer & Sanitation Fund
For the year ended June 30, 2004

Top 10 Sewer Users for 2003-2004

Name of Account Holder	Account Type	Average HCF Per Day
Ventura County	Commercial	184
Lemon Wood LTD	Residential	119
Peppertree HOA	Residential	110
Community Memorial Hospital	Commercial	95
Ventura Costal Corp	Industrial	93
Ventura Marina MHP	Residential	76
Ventura County Medical Center	Commercial	74
Paseo Del Mar	Residential	74
Cabrillo Co-Op	Residential	73
Buenaventura Gardens	Residential	69

No significant or material events to report for the $10,360,000, 1996 Sewer Revenue Refunding Bonds financing.

City of San Buenaventura

Annual Continuing Disclosure Requirements, Continued

Revenue Bonds - Water Fund

For the year ended June 30, 2004

Top 10 Water Users for 2003-2004

Name of Account Holder	Account Type	Average HCF Per Day
Aera Energy LLC	Ground	900
Evergreen Alliance Golf	Reclaimed	837
Dairy Farmers of America	Commercial	271
Puretec Harris	Commercial	201
Ventura County	Commercial	184
Lemon Wood LTD	Residential	119
Peppertree HOA	Residential	110
Harris Water Conditioning	Commercial	96
Community Memorial Hospital	Commercial	95
Ventura Costal Corp	Industrial	93

No significant or material events to report for the $27,410,000 2004 Water Revenue Refunding Bonds financing.

City of San Buenaventura
Annual Continuing Disclosure Requirements, Continued
For the year ended June 30, 2004

San Buenaventura Public Facilities Financing Authority General Fund Certificates of Participation:

Amount	Type
$2,625,000	2001 Refunding Certificates of Participation, Series A
$15,825,000	2001 Certificates of Participation, Series C
$18,470,000	2002 Refunding Certificates of Participation, Series B
$15,715,000	2002 Refunding Certificates of Participation, Series D

- **No significant or material events to report for the above financings.**

Yesterday's Plan
Today's Reality

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